Form 3160-3 (November 1983) (formerly 9-331C)

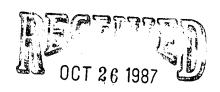
UNITED STATES

SUBMIT IN TRIPLICATE. (Other instructions on reverse side)

Form approved. Budget Bureau No. 1004-0136 Expires August 31, 1985

	DEDARTMEN	T OF THE IN	TEE	NOD		-	,
					ſ	5. LEASE DESIGNATION	N AND SERIAL NO.
	BUREAU OF	ELAND MANAGE	EMEN	IT '-		U-621	78
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	I TOR PERMIT	10 DRILL, D	CCP	IN, OR PLUG B	ACK	N/#	
1a. TYPE OF WORK	ILL G	DEEDEN! [٦	DI 110 DA 6		7. UNIT AGBREMENT	
b. TYPE OF WELL	ILL 💌	DEEPEN [J	PLUG BAC	K 📙		
OIL G	AS [gt	NGLE MULTIPI		N/#	-
WELL W	VELL OTHER			NE ZONE		8. FARM OR LEASE N.	
2. NAME OF OPERATOR	-m 1					Cyclone	Flat
	EB, Inc.			(316) 637-2	2340	9. WELL NO.	
3. ADDRESS OF OPERATOR				· · · · · · · · · · · · · · · · · · ·		#1	
Ro	oute 1, Box 82	. Toronto K	ans	as 66777	ŀ	10. FIELD AND POOL,	OR WILDCAM
4. LOCATION OF WELL (R	eport location clearly an	d in accordance with	anv S	tata requirements *)		Wildo	
At surface		k 1980' FWL					
	OOO I JE C	K 1300 FWL	(JE	.OM/	j	11. SEC., T., R., M., OR AND SURVEY OR	BLK.
At proposed prod. zon					i		
	Same					30-37s-19	SLBM
	AND DIRECTION FROM NEA					12. COUNTY OR PARIS	H 13. STATE
21	l air miles WS	SW of Bland	ing.	Utah		San Juan	Utah
15. DISTANCE FROM PROP	OSED*			. OF ACRES IN LEASE	.17. NO. O	F ACRES ASSIGNED	Jocan
PROPERTY OR LEASE 1	LINE, FT.	660.		2,353		IS WELL	40
(Also to nearest dri	g. unit line, if any)				1		40
 DISTANCE FROM PROI TO NEAREST WELL, D 		,320 ⁻	19. PR	OPOSED DEPTH	20. ROTAE	Y OR CABLE TOOLS	
OR APPLIED FOR, ON TH	is lease, ft.	,320		مرسور (\bar{\bar{\bar{\bar{\bar{\bar{\bar{		R	otary
21. ELEVATIONS (Show wh	ether DF, RT, GR, etc.)				· · · · · · · · · · · · · · · · · · ·	22. APPROX. DATE W	ORK WILL START*
	t	,667' ungra	ded	ground		Nov. 10,	1987
23.						i	
		PROPOSED CASING	AND	CEMENTING PROGRA	M		
SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FOO	T	SETTING DEPTH		QUANTITY OF CEMI	INT
12-1/4"	8-5/8"	24* (J-55 ST&C)	1,100	825 sx		
7-7/8"	5-1/2"	14* (J-55 ST&C		2,700'	625 sx		
	J	1			UZU 3X		

APPROVED BY THE STATE OF UTAH DIVISION OF OLL, GAS, AND MINING



DIVISION UF CLL, GAS & MINING

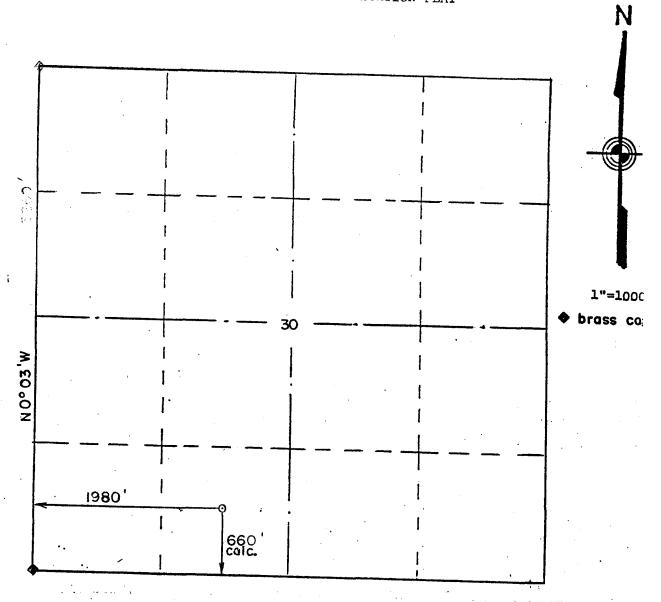
IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen or plug back, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, -Hany.

Consultant 10-24-87 DATE 037-3/362 PERMIT NO. APPROVED BY CONDITIONS OF APPROVAL, IF ANY:

cc: Bird (3), MDO (3), SJRA (1), UDOGM (2)

*See Instructions On Reverse Side

WELL LOCATION AND ACREAGE DEDICATION PLAT



OCT 26 1987

DIVISION OF CL, GAS & MINING

The above plat is true and correct to my No. 57

22 October 1987

my Mo. 5705 5 my Mo. 5705 5 my Mo. 5705 5 my Mo. 5705 5 my Mo. 18 my Mo. 18

Re: APDs

TO WHOM IT MAY CONCERN:

This letter authorizes Mr. Brian Wood, Permits West, Inc., Santa Fe, New Mexico, to sign APDs on behalf of TEB, Inc.

Yours truly,

T. E. Bird, President TEB, Inc.

TEB:mb

OCT 26 1987

DIVISION OF CIL, GAS & MINING TEB, Inc.
Cyclone Flat *1
660' FSL & 1980' FWL
Sec. 30, T. 37 S., R. 19 E.
San Juan County, Utah

PAGE 1

All lease operations will be conducted in full compliance with applicable laws, regulations (43 CFR 3100), Onshore Oil & Gas Order *1, and the approved plan of operations. The operator is fully responsible for the actions of his subcontractors. TEB, Inc. will furnish a copy of these conditions to its field representative to assure compliance.

8 Point Drilling Program

1. ESTIMATED FORMATION TOPS

Formation Name	Depth from OL*	Depth from KB	Subsea Depth
Cedar Mesa Ss	000.	12'	+6,667
Halgaito Shale	1,060'	1,072'	+5,607
Hermosa	1,460'	1,472'	+5,207'
Upper Ismay	2,395'	2,407	+4,272
Lower Ismay	2,495'	2,507	+4,172
Desert Creek	2,620'	2,632	+4,047
P-40 Shale	2,675'	2,687	+3,992'
Total Depth (TD)	2,700' * ungraded GL	2,712'	+3,967

2. NOTABLE ZONES

The estimated formation top depths from ungraded GL at which water, oil, gas, or other mineral bearing zones are expected to be encountered are:

Possible Fresh Water Zone	Possible Salt Water Zones	Possible 0il & Gas Zones
Cedar Mesa: 000'	Upper Ismay: 2,395'	Upper Ismay: 2,395'
	Lower Ismay: 2,495'	Lower Ismay: 2,495'
	Desert Creek: 2,620'	Desert Creek: 2,620'



TEB, Inc.
Cyclone Flat *1
660' FSL & 1980' FWL
Sec. 30, T. 37 S., R. 19 E.
San Juan County, Utah

Water bearing zones will be protected with weighted mud. All fresh water encountered during drilling will be recorded by depth, cased, and cemented. All oil and gas shows will be tested to determine commercial potential.

3. PRESSURE CONTROL (Also see "5." on PAGE 4)

BOP systems will be consistent with API RP 53. A 10" \times 3,000 psi double ram and annular preventer with a 3,000 psi choke manifold will be used. A diagram of a typical BOP is on Page 3. Actual model will not be known until bid is let.

Pressure tests will be conducted before drilling out from under all casing strings which are set and cemented in place. BOP controls will be installed before drilling the surface casing plug, and will stay in use until the well is completed or abandoned. Preventers will be pressure tested before drilling casing cement plugs. All BOP mechanical and pressure tests will be recorded on the drillers log.

BOPs will be inspected and operated at least daily to assure good mechanical working order. This inspection will be recorded on the daily drilling report.

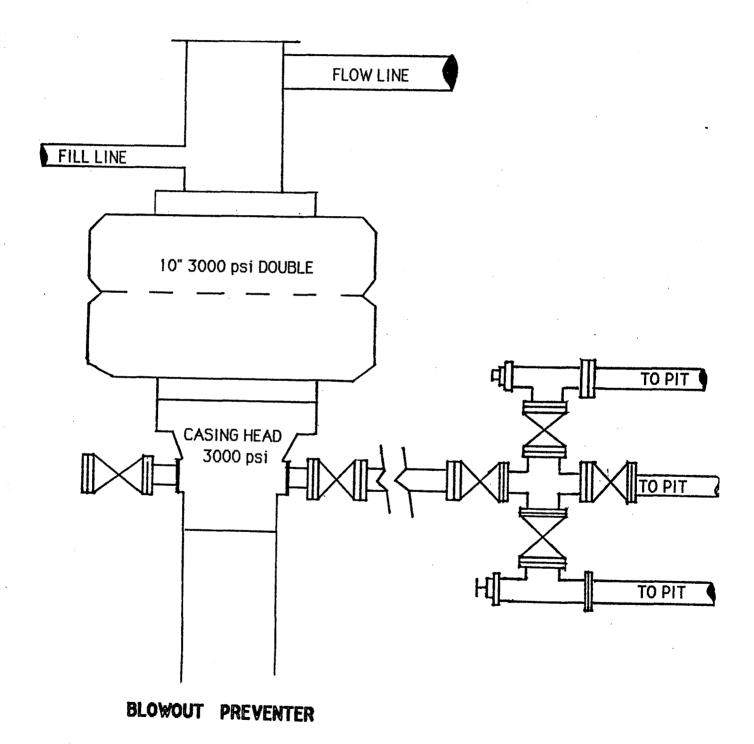
4. CASING & CEMENTING

<u>Hole Size</u>	<u>O.D.</u>	<u>Weight</u>	Grade	Туре	Age	Setting Depth (GL)
12-1/4"	8-5/8"	24#	J-55	ST&C	New	0'-1.100'
7- 7/8"	5-1/2"	14#	J-55	ST&C	New	0'-2,700'

Surface Casing (0-1,100'): Cement to surface with 825 sx standard cement with 2% CaCl₂ and 1/4 lb/sk Flocele.



TEB, Inc.
Cyclone Flat *1
660' FSL & 1980' FWL
Sec. 30, T. 37 S., R. 19 E.
San Juan County, Utah





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Cyclone Flat #1
660' FSL & 1980' FWL
Sec. 30, T. 37 S., R. 19 E.
San Juan County, Utah

Production Casing (0' - 2,700'): Cement to surface with 625 sx premium 50/50 Poz A with 2% total gel and 5 lb/sk Cal-seal with 18% salt.

The San Juan Resource Area will be notified one day before running casing strings and cement.

5. MUD PROGRAM

<u>Depth</u>	<u>Type</u>	Weight (ppg)	Viscosity (sec/qt)
0'-500'	Fr. Water	9.0	45
500'-2,700' (TD)	Fr. Water	9.4	28-45

Lost circulation material (walnut shells, cedar bark, etc.) will be on location.

6. CORING, TESTING, & LOGGING

No cores are planned. Drill stem tests may be run in the Ismay and Desert Creek if good shows are found. The following logs may be run:

GR: Total Depth to Surface FDC/CNL/DLL/BHC: Total Depth to 500'

Whether the well is completed as a dry hole or producer, "Well Completion or Recompletion Report and Log" (Form 3160-4) will be submitted not later than 30 days after completion of the well, or after completion of operations being performed, per 43 CFR 3164. Two copies of all logs, core descriptions & analyses, well test data, geologic summaries, sample descriptions, and all other data obtained during the drilling, workover, and/or completion operations, will be filed with Form 3160-4. (If requested, sample cuttings, fluids, and/or gases will be submitted to the



TEB, Inc.
Cyclone Flat #1
660' FSL & 1980' FWL
Sec. 30, T. 37 S., R. 19 E.
San Juan County, Utah

District Manager.)

7. <u>DOWNHOLE CONDITIONS</u>

The maximum anticipated bottom hole pressure is 2,000 psi. No abnormal pressures, temperatures, or hydrogen sulfide are expected.

8. MISCELLANEOUS

The anticipated spud date is November 10, 1987. It is expected it will take 1 week to drill the well and 10 days to complete the well.

TEB, Inc. or its dirt contractor, will contact the Resource Area 48 hours before starting dirt work.

BLM may inspect or witness the following:

- 1) BOP tests or cementing and testing surface casing
- 2) Setting and testing surface casing shoe plug on a dry hole
- 3) Setting and testing of plugs across a producing horizon, and if applicable, the surface casing shoe plug and/or annulus squeeze jobs on a depleted producer.

No location will be constructed or moved, no well will be plugged, and no drilling or workover equipment will be removed from a well to be placed in a suspended status without prior approval of the District Manager. If operations are to be suspended, prior approval of the District Manager will be obtained and notification given before resumption of operations.

The spud date will be phoned to the Resource Area, a minimum of 24 hours before spudding. A Sundry Notice (Form 3160-5), reporting the spud date and time, will be sent to the District Manager within 24 hours after



TEB, Inc.
Cyclone Flat #1
660' FSL & 1980' FWL
Sec. 30, T. 37 S., R. 19 E.
San Juan County, Utah

spudding. If the spud is on a weekend or holiday, the Sundry will be sent on the following regular work day.

Starting with the month in which operations begin, and continuing each month until the well is physically plugged and abandoned, a "Monthly Report of Operations" (Form 3160-6) will be sent to the District Manager.

Immediate Report: Spills, blowouts, fires, leaks, accidents, or any other unusual events will be promptly reported to the Resource Area per NTL-3A.

A Sundry Notice will be filed for prior approval of the District Manager if a replacement rig is planned for completion. All conditions of this approved plan apply to all operations of the replacement rig. In emergencies, verbal approval can be given by the District Manager.

If the well is successfully completed for production, then the District Manager will be notified. Written notification will be sent not later than 5 business days following the date on which the well is placed on production. The Resource Area will schedule a first production conference within 15 days after receipt of the first production notice.

Approval to vent/flare gas during initial well evaluation will be obtained from the District Manager. This preliminary approval will not exceed 30 days or 50 MMcf of gas. Approval to vent/flare beyond this initial period will require the District Manager's approval per NTL-4A.

No well abandonment operations will begin without the prior approval of the District Manager. With a newly drilled dry hole, failure, or emergency, oral approval will be obtained from the District Manager. A Sundry Notice will be sent to the District Manager within 30 days following completion of the well for abandonment. The Sundry will note where plugs were placed and the current status of surface restoration. Final abandonment will not be approved until reclamation required by the approved APD or abandonment



TEB, Inc.
Cyclone Flat *1
660' FSL & 1980' FWL
Sec. 30, T. 37 S., R. 19 E.
San Juan County, Utah

PAGE 7

notice has been completed to the satisfaction of the Area Manager.

Once plugged, a regulation dry hole marker will be erected. The following information will be beaded on with a welding torch: TEB, Inc., Cyclone Flat #1, SESW 30-37s-19e, U-62178.

TEB, Inc.
Cyclone Flat #1
660' FSL & 1980' FWL
Sec. 30, T. 37 S., R. 19 E.
San Juan County, Utah

13 Point Surface Use Plan

1. EXISTING ROADS (See PAGES 16-17)

From the junction of U-95 and US 191 (aka, Shirttail Corner) south of Blanding, Utah, go west 25.3 mi. on U-95.

Then turn left and go southwest 2.3 mi. on a dirt road.

Then turn right and go 150 yards west to the well pad on a new road.

Existing roads are state and BLM. Roads will be maintained to a standard at least equal to their present condition. Only upgrading will be 100 yards of flat blading to remove ruts in SE Sec. 18 and NE Sec. 19. Maximum disturbed width will not exceed 30'.

An Encroachment Permit has been filed with the San Juan County Road Department for part of the water haul route.

2. NEW ROADS (See PAGE 17)

There will be 150 yards of new road. It will be flat bladed with a maximum disturbed width not to exceed 30. There will be no turnouts or fence crossings. Maximum cut or fill will be 3'. Maximum grade will be 5%.

Surface disturbance and vehicle travel will be limited to the approved location and road. Any additional area needed will be approved in advance by the Area Manager. If access is used during wet winter weather, road surfacing may be required.

The access wil be water barred or brought to Class 3 Road Standards within 60 days of dismantling the drill rig. If this deadline cannot be met, the Resource Area will be notified so temporary drainage control can be



TEB, Inc.
Cyclone Flat #1
660' FSL & 1980' FWL
Sec. 30, T. 37 S., R. 19 E.
San Juan County, Utah

installed. Class 3 Road Standards control drainage through the use of topography, ditch turnouts, dips, outsloping, crowning, low water crossings, and culverts. Specific measures will be determined at a joint TEB-BLM field inspection.

3. EXISTING WELLS

There are no water, producing, injection, or disposal wells within 1 mile. TEB does plan to drill 4 wells within a one mile radius, they are:

Cyclone Flat #2 is 1,320' away at 1980' FSL & 1980' FWL 30-37s-19e Cyclone Flat #3 is 2,831' away at 1790' FNL & 2020' FWL 30-37s-19e Cyclone Flat #4 is 3,961' away at 660' FNL & 1950' FWL 30-37s-19e Cyclone Flat #5 is 5,280' away at 660' FSL & 1980' FWL 19-37s-19e

4. PROPOSED PRODUCTION FACILITIES

The type and layout of the production facilities are not known now. An on-site will be held and a Sundry Notice will be submitted for approval before they are installed.

All permanent (on site for 6 or more months) surface facilities will be painted a flat, neutral, earthtone color. Painting will be completed within 6 months of installation. Parts required to comply with OSHA colors will be excluded. Specific color will be determined by BLM after an on-site.

The tank battery will be surrounded by a dike of sufficient capacity to contain 150% of the storage capacity of the largest tank in the battery. All loading lines will be placed inside the dike.

All site security guidelines in 43 CFR 3162.7 will be obeyed. All product



TEB, Inc. PAGE 10

Cyclone Flat #1
660' FSL & 1980' FWL
Sec. 30, T. 37 S., R. 19 E.
San Juan County, Utah

lines entering and leaving hydrocarbon storage tanks will be effectively sealed.

All off-lease storage, off-lease measurement, or commingling on-lease or off-lease must have prior written approval from the District Manager.

Any gas meter run will be within 500' of the wellhead. The gas flowline will be buried from the wellhead to the meter and 500' downstream of the meter and any production facilities. Meters will be housed and/or fenced.

The oil and gas measurement facilities will be installed on the well pad. Meters will be calibrated in place before delivery begins. Meter accuracy tests will be conducted monthly for the first 3 months on new meters, and at least quarterly thereafter. The Resource Area will be provided with a date and time for the initial meter calibration and all future meter proving schedules. A copy of the meter calibration reports will be sent to the Resource Area. All meters will conform with the API standards for liquid hydrocarbons and AGA standards for natural gas measurement.

5. WATER SUPPLY (See PAGE 16)

Water will be trucked 12.7 mi. from Comb Wash on BLM administered land in NE Sec. 13, T. 38 S., R. 20 E. An Application to Appropriate Water has been filed with the State of Utah Div. of Water Rights. This is casual use.

6. CONSTRUCTION MATERIALS

Pad construction materials are native *in situ* soils on lease. The use of materials under BLM jurisdiction will conform with 43 CFR 3610.2-3.



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TEB, Inc.
Cyclone Flat *1
660' FSL & 1980' FWL
Sec. 30, T. 37 S., R. 19 E.
San Juan County, Utah

7. WASTE DISPOSAL

The reserve pit will not be lined, 60% of the capacity will be in cut.

The pit will be fenced on 3 sides with 4 strands of barbed wire or woven wire topped with barbed wire. The 4th side will be fenced once the rig moves off. The fence will be kept in good repair while the pit dries.

All trash will be placed in a burn pit. It will be built near the mud tanks and dug at least 6' into cut. It will be totally enclosed with a fine wire mesh before the rig moves in. A burning permit is required for burning trash between May 1 and October 31. A burning permit can be obtained by calling the San Juan County Sheriff at (801) 587-2237. The road and pad will be kept litter free.

Human waste will be disposed of in 20' deep ratholes or chemical toilets. The ratholes will be immediately filled when the trailers are removed.

Produced water will be confined to the reserve pit for a period not to exceed 90 days after initial production. During the 90 day period an NTL-2B application will be submitted for the District Manager's approval of a permanent disposal method and site.

8. ANCILLARY FACILITIES

There will be no formal camp, though three camper trailers may be on site for the company man, mud logger, and tool pusher.

9. WELL SITE LAYOUT

See PAGES 18-20 for depictions of the well pad, cross sections, cut and



TEB, Inc.
Cyclone Flat *1
660' FSL & 1980' FWL
Sec. 30, T. 37 S., R. 19 E.
San Juan County, Utah

fill diagrams, reserve pit, burn pit, access road onto the pad, parking, living facilities, soil stockpile, and rig orientation.

The top 8" of soil will be removed from the location and stockpiled southeast of the pad.

10. RECLAMATION

Immediately upon completion of drilling, all trash and debris will be collected from the pad and surrounding area and placed in the burn pit.

TEB's dirt contractor will call the Resource Area 48 hours before starting reclamation that involves earth moving equipment, and upon completion of reclamation. The reserve pit must be completely dry before it is backfilled.

All disturbed areas will be recontoured to blend as nearly as possible with the natural topography. This includes removing all berms and refilling all cuts. It also includes backfilling the pond built in Comb Wash.

The stockpiled topsoil will be spread evenly over the disturbed area. All disturbed areas will be ripped 12" deep with the contour.

Seed will be broadcast between October 1 and February 28 with the following mixture. A harrow or similar implement will be dragged over the area to assure seed cover.

<u>Species</u>

Rate (pounds/acre)

Crested wheatgrass (Agropyron desertorum)

10

After seeding is complete, the stockpiled trees will be scattered evenly over the disturbed area. The new access will be blocked to prevent vehicle



TEB, Inc.
Cyclone Flat #1
660' FSL & 1980' FWL
Sec. 30, T. 37 S., R. 19 E.
San Juan County, Utah

access.

The reserve pit and that part of the pad not needed for production will be reclaimed as previously described. Enough topsoil will be kept to reclaim the remainder of the pad at a future date. The remaining topsoil stockpile will be seeded in place using the prescribed seed mix.

11. SURFACE OWNER

The surface owner of the pad and access road is the U.S. Government.

12. OTHER INFORMATION

The dirt contractor will be provided with an approved copy of the surface use plan.

There will be no change from the proposed drilling and/or workover plan without prior approval from the District Manager. A Sundry Notice will be filed for approval for all changes of plans and other operations per 43 CFR 3164.

Safe drilling and operating practices must be used. All wells, whether drilling, producing, suspended, or abandoned will be identified *per* 43 CFR 3162.2.

If subsurface cultural materials are exposed during construction, work in that spot will stop immediately and the Resource Area will be called. All people who are in the area will be informed by TEB that they are subject to prosecution for disturbing archaeological sites or picking up artifacts, including arrowheads.



TEB, Inc.
Cyclone Flat #1
660' FSL & 1980' FWL
Sec. 30, T. 37 S., R. 19 E.
San Juan County, Utah

This permit will be valid for one year from the date of approval. After it expires, a new application will be filed for approval of any future operations.

The District Office's mailing address is P.O. Box 970, Moab, Utah 84532. The phone number is (801) 259-6111. Ask for Steve Jones.

The Resource Area's mailing address is P.O. Box 7, Monticello, Utah 84535. The phone number is (801) 587-2141. Ask for Rich McClure for surface problems. Ask for Mike Wade for subsurface problems.

The nearest hospital is a 75 minute drive to Monticello, Utah. It is 3 blocks northwest of the intersection of US 666 and US 191. Phone number is (801) 587-2116. The nearest medically equipped helicopter is in Grand Junction, Colorado, at St. Mary's Hospital. Call (303) 244-2550.

13. REPRESENTATION AND CERTIFICATION

Anyone having questions concerning the APD should contact:

Brian Wood Permits West, Inc. 37 Verano Loop Santa Fe, NM 87505 (505) 984-8120

The field representative for TEB, Inc. will be:

Tom Bird TEB, Inc. Rt. 1, Box 82 Toronto, Ks. 66777 (316) 637-2340



TEB, Inc.
Cyclone Flat #1
660' FSL & 1980' FWL
Sec. 30, T. 37 S., R. 19 E.
San Juan County, Utah

PAGE 15

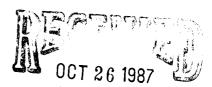
CERTIFICATION

I hereby certify that I have inspected the proposed drill site and access route; that I am familiar with the conditions which currently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and that the work associated with operations proposed herein will be performed by TEB, Inc. and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved. This statement is subject to the provisions of 18 U.S.C. 1001 for the filing of a false statement.

Brian Wood

10-24-87

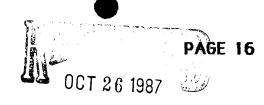
Date



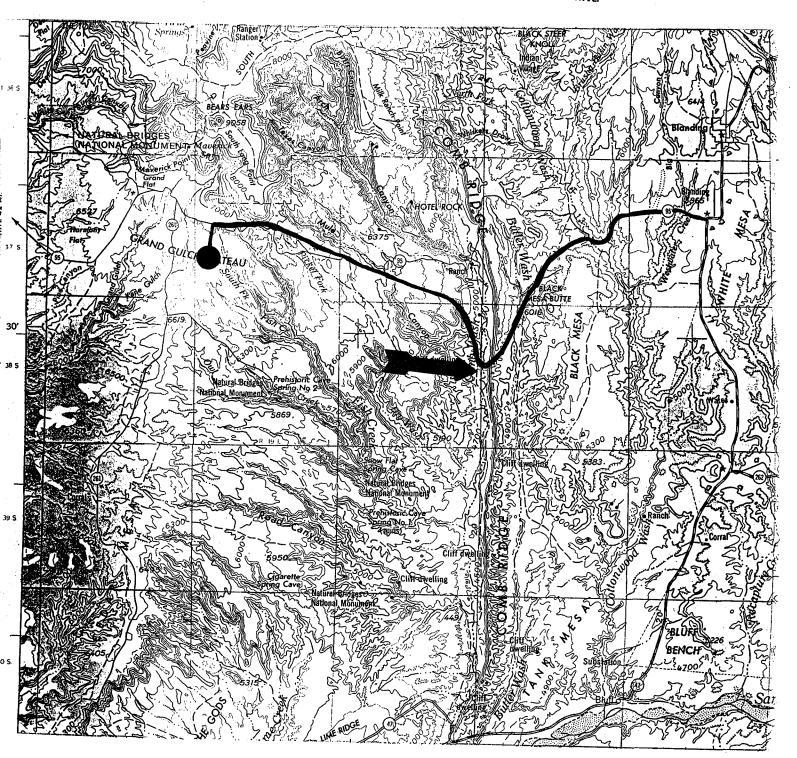
DIVISION OF CIL, GAS & MINING



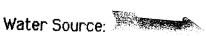
TEB, Inc.
Cyclone Flat *1
660' FSL & 1980' FWL
Sec. 30, T. 37 S., R. 19 E.
San Juan County, Utah



DIVISION OF Oil, gas & Mining



Cyclone Flat #1 Well:



Access: -

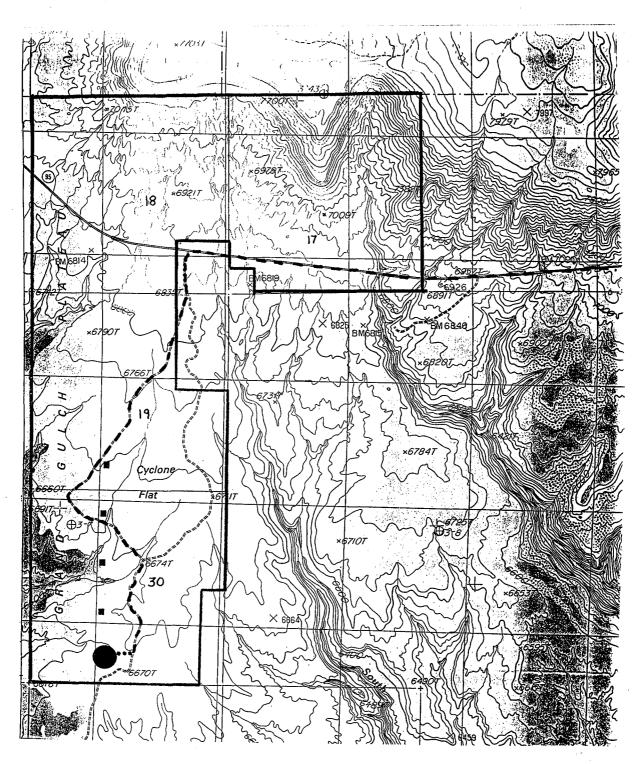


TEB, Inc.
Cyclone Flat *1
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Sec. 30, T. 37 S., R. 19 E.
San Juan County, Utah



PAGE 17

DIVISION OF CIL, GAS & MINING



Cyclone Flat #1 Well:

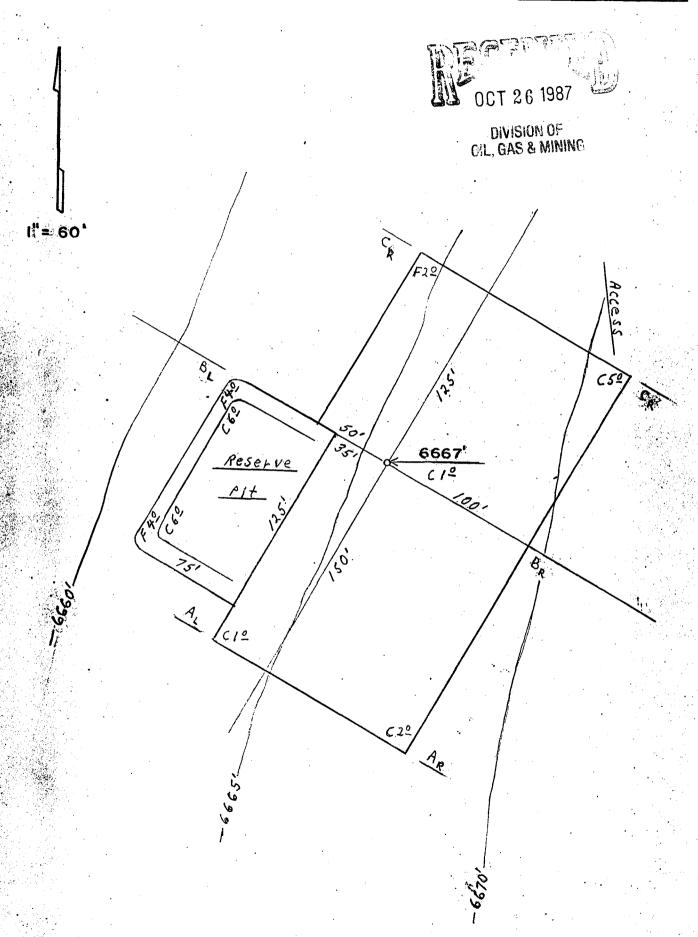
Existing Access: ----

New Access: ...

Lease:



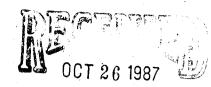
Well <u>Cyclone Flat</u>



Cut //// Fill ?:-

Scales: 1" = 60' H.

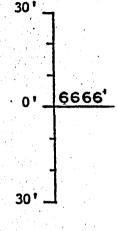
1"=30' V.

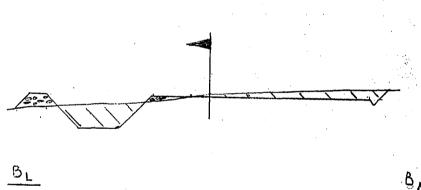


DIVISION OF OIL, GAS & MINING

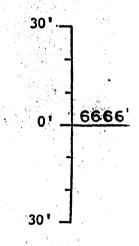


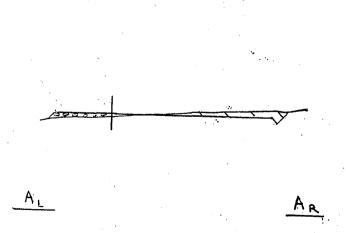
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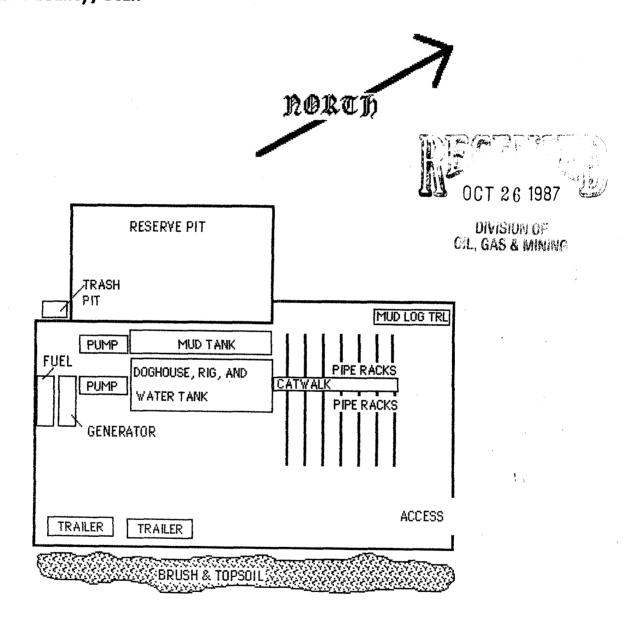
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30'

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TEB, Inc.
Cyclone Flat #1
660' FSL & 1980' FWL
Sec. 30, T. 37 S., R. 19 E.
San Juan County, Utah

PAGE 20



Form 3160-3 (Wovember 1983) (formerly 9-331C)

UNNED STATES DEPARTMENT OF THE INTERIOR

(Other instruction on reverse side

Form approved.

Budget Bureau No. 1004-0136

Expires August 31, 1985

(townerry among the			1					
DEPARTMENT OF THE INTERIOR							5. LEASE DESIGNATION	
	BUREAU OF	LAND MANAG	EME	VT			U-62	
APPI ICATIO	ON FOR PERMIT	TO DRILL D	FFP	EN. OR P	LUG B	ACK	6. IF INDIAN, ALLOT	
la. TYPE OF WORK	OI TOK TEKNIN	i O Dilice, E					N/	
ia. Tipe of work	ORILL 1	DEEPEN [ך	PLU	JG BA	K 🗌	7. UNIT AGREEMENT	
b. TIPE OF WELL							N/	A
OIL WELL	WELL OTHER			INGLE	MULTIP ZONE	LE G	8. FARM OR LEASE	
2. NAME OF OPERATOR							Cyclon	e Flat
•	TEB, Inc.			(316)	637-	2340_	9. WELL NO.	•
3. ADDRESS OF OPERAT					_			ł
	Route 1, Box 82						10. FIELD AND POOL	•
4. LOCATION OF WELL At surface	(Report location clearly and				its.*)		Wild	cat
ne builded	660' FSL 8	k 1980. FW	L (S	ESW)			11. SEC., T., R., M., C AND SURVEY OR	R BLK.
At proposed prod.	zone						70 77 40	
	Same				1		30-37s-19	
	ES AND DIRECTION FROM NEA						12. COUNTY OR PARI	
	21 air miles WS	M OI BIANG	,	-			San Juan	Utah
15. DISTANCE FROM PI LOCATION TO NEAR	REST	cco	16. N	O. OF ACRES IN	LEASE		OF ACRES ASSIGNED HIS WELL	40
PROPERTY OR LEAS (Also to nearest	E LINE, FT. drlg. unit line, if any)	660.	l	2,353		"		40
18. DISTANCE FROM P		700'				20. ROTA	BY OR CABLE TOOLS	7-4
OR APPLIED FOR, ON	THIS LEASE, FT.	,320'	,	2,700		•		Rotary
21. ELEVATIONS (Show	whether DF, RT, GR, etc.)	,667' ungr	adeo	d ground			NOV. 10	WORK WILL START!
23.								
	·	PROPOSED CASIN	IG AN	D CEMENTING	PROGRA	VM.		
SIZE OF HOLE	SIZE OF CASING	WEIGHT PER F	ют	SETTING D	ЕРТН		QUANTITY OF CE	(ENT
12-1/4	8-5/8*	24* (J-55 ST&	C)	1,100		825 sx		
7- 7/8 "	5-1/2*	14# (J-55 ST8	C)	2,700		625 sx		
	,						•	
		1		1 .		Ī		
								÷
				•				

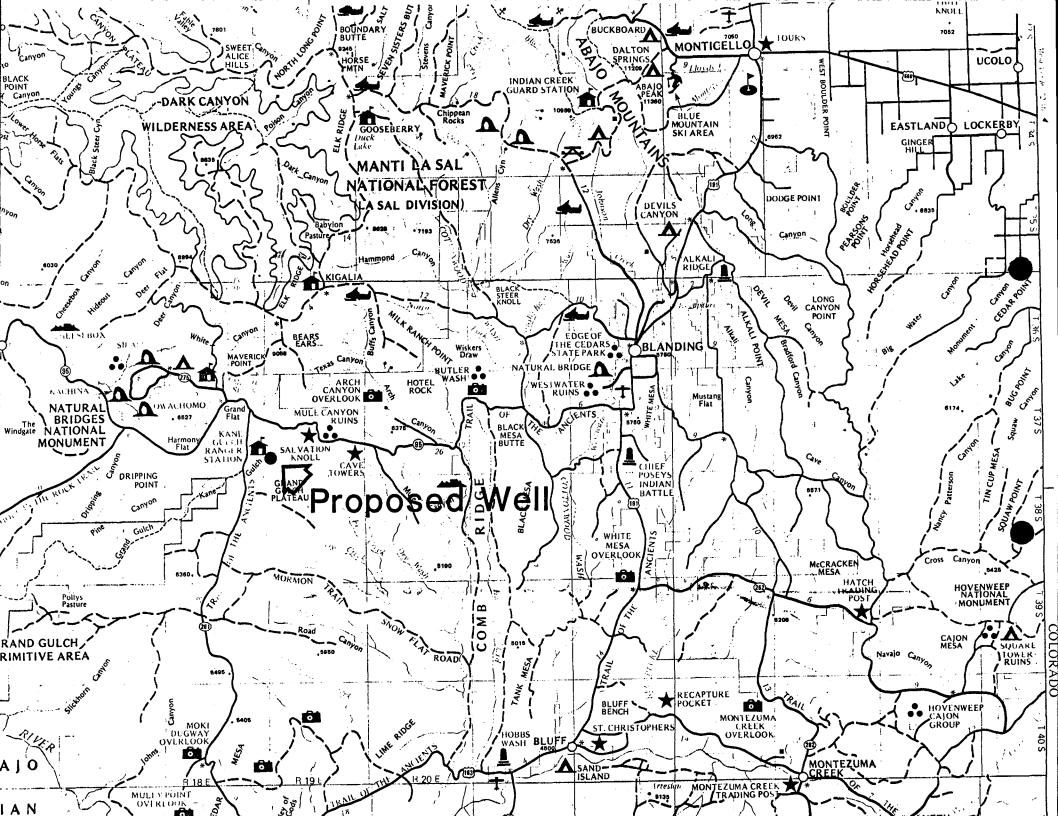
OCT 26 1987

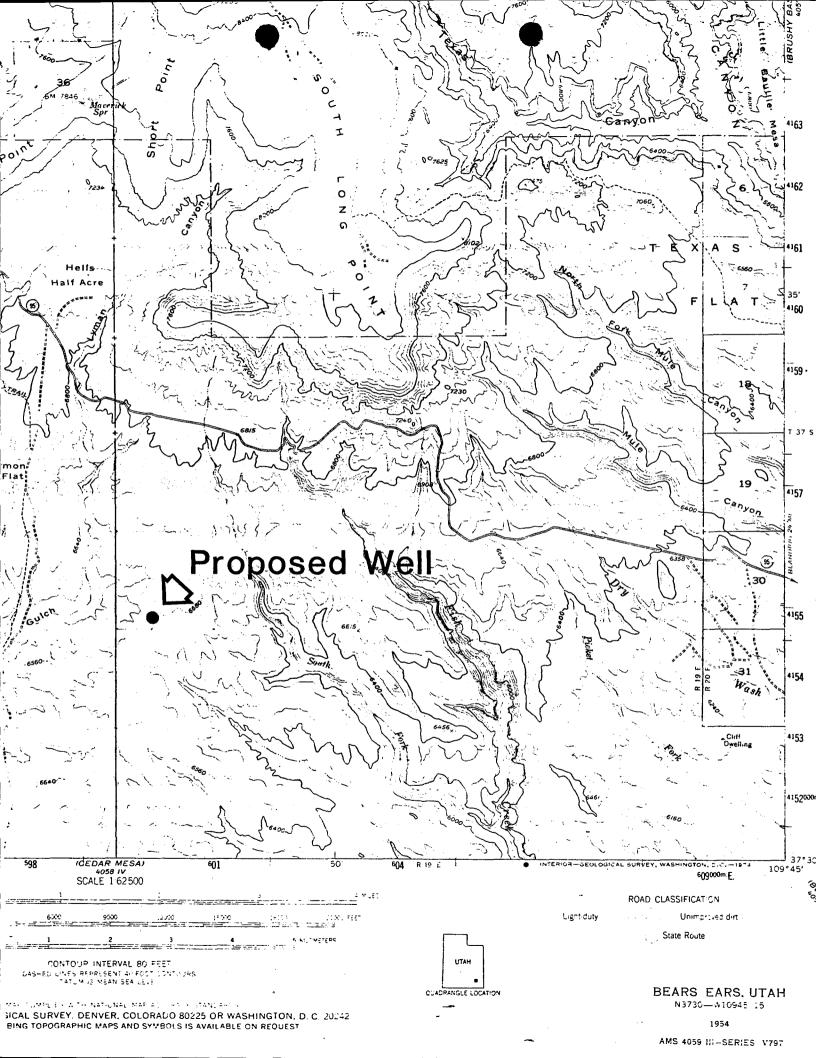
DIVISION OF CIL, GAS & MINING

IN ABOVE SPACE DESCRIBE PROFOSED PROGRAM: If proposal is to deepen or plug back, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer programs if any.

preventer program, If any.		
SIGNED rian Joseph	Consultant	10-24-87
(This space for Federal or State office use)		
PERMIT NO.	APPROVAL DATE	
APPROVED BY	TITLE	DATE

cc: Bird (3), MDO (3), SJRA (1), UDOGM (2)





File

STATE ACTIONS

Mail to:
Grants Coordinator
State Clearinghouse
116 State Capitol, SLC, UT. 84114
533-4971

1. 7	ADMINISTERING STATE AGENCY	2. STATE APPLICATION IDENTIFIER NUMBER:
	OIL, GAS AND MINING	(assigned by State Clearinghouse)
	355 West North Temple	
	3 Triad Center, Suite 350	
	Salt Lake City, UT 84180-1203	3. APPROXIMATE DATE PROJECT WILL START:
		November 10, 1987
4.	AREAWIDE CLEARING HOUSE(s) RECEIVI	NG STATE ACTIONS:
	(to be sent out by agency in block	1)
	, , , , , , , , , , , , , , , , , , ,	
	Southeastern Utah Association of	Local Governments
5.		ermit /_/ License /_/ Land Aquisition
	/ <u>/</u> / Land Sale /	_/ Land Exchange / / Other
	-	
6.	TITLE OF PROPOSED ACTION:	
	Application for Permit to Drill	
7.	DESCRIPTION:	
	TEB, Inc. proposes to drill a wi	ldcat well on federal lease number U-62178
in :	San Juan County, Utah. This actio	n is being presented to RDCC for
con	sideration of resource issues affe	cting state interests. The U.S. Bureau of
Lan	d Management is the primary admini	strative agency in this case and must
iss	ue approval to drill jointly with	DOGM before operations can commence.
8.	LAND AFFECTED (site location map r	equired) (indicate county)
	SE/4, SW/4, Section 30, Township	37 South, Range 19 East, San Juan County,
	Utah	
9.	HAS THE LOCAL GOVERNMENT(s) BEEN C	ONTACTED?
	Unknown	
		!
10.	POSSIBLE SIGNIFICANT IMPACTS LIKE	LY TO OCCUR:
. • •	No significant impacts are likel	
		<i>y</i> 00 0000.
11.	NAME AND PHONE NUMBER OF DISTRICT	REPRESENTATIVE FROM YOUR AGENCY NEAR
	PROJECT SITE, IF APPLICABLE:	The state of the s
	Chip Hutchinson, Moab, 259-8151	•
	on p naterinson, noab, 235 0131	$oldsymbol{1}$
12	FOR FURTHER INFORMATION, CONTACT:	13. SIGNATURE AND TITLE OF AUTHORIZED
16.	TOR TORTHER IN ORDER TOR, CONTACT.	OFFICIAL OF AUTHORIZED
	John Baza	John K. Dala
	PHONE: 538-5340	DATE: 10 07 01 Datualoum Francisco
	FHONE. 330-3340	DATE: 10-27-87 Petroleum Engineer
		9

CONFIDENTIAL

OPERATOR TEB Une	012203 NO -28-87
WELL NAME Cayclone Flat	<i>f f</i> /
SEC SESW 30 T 375	R ME COUNTY San Juan
43-037-31362 API NUMBER	TYPE OF LEASE
CHECK OFF:	
PLAT	BOND NEAREST WELL
LEASE	FIELD POTASH OR OIL SHALE
PROCESSING COMMENTS: No other well in Need water fermi	375 196. t - Rea, 11/5/87 (19-1542 T 6294
,	
APPROVAL LETTER:	
SPACING: R615-2-3	UNIT R615-3-2
	CAUSE NO. & DATE
STIPULATIONS:	
	·
	·



以

NORMAN H. BANGERTER

STATE OF UTAH DEPARTMENT OF COMMUNITY AND ECONOMIC DEVELOPMENT

Division of State History
(UTAH STATE HISTORICAL SOCIETY)

MAX J. EVANS, DIRECTOR
300 RIO GRANDE
SALT LAKE CITY, UTAH 84101-1182
TELEPHONE 801/533-5755

3 November 1987

Chairperson
Resource Development
Coordinating Committee
State Planning Office
118 State Capitol
Salt Lake City. Utah 84114

RE: TEB, Inc. Wildcat Well, Federal Lease U-62178, #UT871021-010

In Reply Please Refer to Case No. K562

Dear Chairperson:

The staff of the Utah State Historic Preservation Office has reviewed the above referenced state action. A review of our records indicates that we know of one archeological site, 42Sa8856, which is located very close to the proposed well site. Perhaps it should be assumed that the proposed well is essentially on the same location as site 42Sa8856. We have enclosed a copy of the site form for that site which was recorded in 1980 and at that time given a finding of "significant", i.e., potential eligibility for the National Register of Historic Places.

As this is a federal lease, and the BLM is involved, they will likely require the applicant to survey for pre-historic and historic resources, in particular, relocating site 42Sa8856. Our records further indicate that only one survey for cultural resources has been conducted in the area. It was a narrow, linear survey and proceeded southsouthwest from site 42Sa8856. This survey did not cover other areas surrounding or adjacent to the proposed well site. Again, this reinforces the need for additional cultural resource surveys in the area.

We also wonder if, in addition to the proposed well site, there will be additional ground disturbing activities through the upgrading or creating of access roads and other work sites. We look forward to providing additional assistance and consultation on this project and reviewing the results of any cultural resource surveys performed.

London beauth a track

NOV 4 1987

OF CHICA OF OIL

The above is provided on request as outlined by 36 CFR 800 or Utah Code, Title 63-18-37. If you have questions or need additional assistance, please contact Charles Shepherd at (801) 533-7039.

Sincerely,

A. Kent Powell Deputy State Historic Preservation Officer

CMS:jrc:K562/4807V SCR/

cc John Baza, Division of Oil, Gas and Mining, 355 West North Temple, 3 Triad Center, Suite 350, Salt Lake City, Utah 84180-1203

Bruce Louthan, Moab District Office, Bureau of Land Management, 125 West Second South Main, P. O. Box 970, Moab, Utah 84532

DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT UTAH STATE OFFICE	Woodward 1 1 1-1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1
- A QUITIES SITE INVENTORY	5 PREHISTORIC X 8 RECORDED BY James M. Copeland P.4:
	6 HISTORIC 9 INSTITUTION Centuries Research, Inco.
Temp. No. ER-1-1	7 PALEONTOLOGICAL 10 DATE April 13, 1980
11 BLM DISTRICT NO. 6 12	2 BLM RESOURCE AREA [S]J
Salt Lake = 2 Cedar City = 4 Nachfield = 5 Hoab = 6 13 COUNTY San Juan	Vernal = 8 BD = Bonneville, WA = Wasatch, HR = House Range, WS = Warm Springs, SE = Sevier River, HM = Henry Mtns., BR = Beaver River, DX = Dixie, KA = Kanab, ES = Escalante, SJ = San Juan, GR = Grand, PR = Price River, SR = San Rafael, DM = Diamond Mountain, BC = Book Cliffs.
14 UTM GRID: ZONE 1 1 2 E	Easting 6 0 0 1 0 0 Northing 4 1 5 4 4 0 0
15 LEGAL DESCRIPTION: T-3175 Fill in spaces 43 or 46 only 17: 39 42 V = Vernal Heridian H = Half Township 16 MAP NAME AND SCALE: Beautiful Beau	
17 SURFACE OWNER: LM LM - 8	SLM ST = State PR = Private OTUCD.
55 56	AL: [S] S=Significant, N=Nonsignificant Why:
May be eligible.	5/
'ANAGEMENT VALUES: Interpr	retational Potential Scientific X
20 SITE CONDITION Existing tra	ail on site, some vandalism in Feature 1. % DESTROYED []1 [0]
21 AGENT CAUSING IMPACT E R ER = Erosion VA = Vandalization PR = Project OT = Other Existing road NO = No Impact PROTECTION 23 RECOMMENDED PROTECTION	, V A , O T 22 PHOTO TAKEN: Color # WC-R80-1/S 18,19
24 SITE TYPE - CULTURAL [S T]	RA=Rock Art, LA=Limited Activity, ST=Structural RS=Rock Shelter, OT=Other
25 PALEONTOLOGICAL: Invertebra	ate Vertebrate Flora ·
	S, BS, SC, 1, 1, 1, 1, 1, 1, 1, 1, 1, 1, 1, 1, 1,
	LS = Lithic Scatter SH = Shelter PI = Pictograph CS = Ceramic Scatter RA = Rock Alignment PE = Petroglyph GS = Ground Stone Scatter RM = Rubble Hound BU = Burial HE = Hearth SC = Slabelined circs MS = Missonical Semanus
OT = Other	HE = Hearth SC = Slab-lined cists HS = Historical Structure QU = Quarry HG = Hasonry Granary HM = Hines BS = Burned Stone MR = Hasonry Rooms/Hall CD = Corral HD = Hidden TW = Trail
Description: Linear site occupying ridge	DE * Depression WC = Water Centrol GL = Glass OT = Other M7 = More than 7 of the above.
<u>3 features present. Feature</u>	re 1 is a 2 m dia. outline of upright sandstone eature 2 is a 4 m dia. concentration of burned (Cont'd.)
7 SITE DIMENSIONS: L. 120 N	W-SE
28 DEPTH OF FILL U Y=Yes	N=No U=Undetermined Attach. 3
	\cdot

].29	CULTURAL PERIOD/AFFILIATION PU Pluble PA Paleo. Indian AR - Archive Pu Pueblo/Anasazi EA = Euro-American UP - Ute-Ptute OT=Other Possibly BM BH - Basketmaker OT - Other UN - Navaho - UN - Unknown
30	SUB PERIOD = [B]M 3- P 1
, 31	ARTIFACTS OBSERVED: Lithic X Ceramic X Bone Metal Charcoal Glass
1	DESCRIPTION Unidentified plain gray sherds: chert. chalcedony, and quartzite lithics.
1	
ູ 32	SURFACE COLLECTED N Y=Yes, N=No,
ě	DESCRIPTION OF ARTIFACTS COLLECTED: N/A
· ·	34 CURATORIAL DISPOSITION N/A
35	AVERAGE ARTIFACT DENSITY: 0-15 Per m ²
36	ENVIRONMENTAL - TOPOGRAPHIC SITUATION
1	Level Terrain Cave Mesa Top X Talus Broken Terrain Slope Cliff Edge Other: Canyon Bottom Ridge X Overhang Bench/Terrace Ledge Rim
37	DIRECTION SITE FACES: N & S Flat 38 GROUND SLOPE 1°/S
39	ELEVATION OF SITE: [6 6 6 0] 2029m 40 ORIGIN OF SOILS: Aeolian
41	WATER RESOURCES: Stream X Spring Seep Other None Perm. Inter. X
42	NAME OF WATER SOURCE No name/900m/SE
43	VEGETATION ON SITE: P&J, SAGE g rass
44	VEGETATION SURROUNDING SITE: Generally same.
45	DESCRIPTION/REMARKS: #26 Cont'd. stone and artifacts. Feature 3 is problematical. It may be a structural feature as indicated by a few sandstone blocks and slabs (only one definitely shaped). A low depression just south of the stones may represent a pit house; however, it has been used as a cow wallow and may be only that. Artifacts between the features are sparse.
1	
1	

(Attach sketch map, photos, and xerox of topographic map with T., R., Scale, Quad. name, marked project & survey areas.)

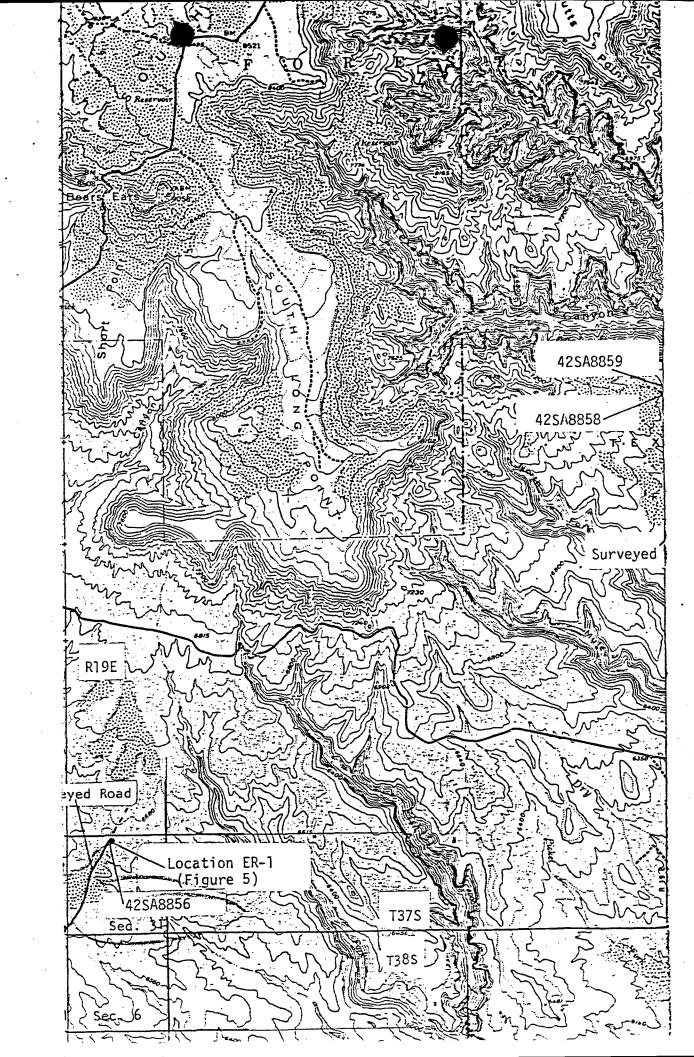


42SA8856. View of Feature 1 looking NE. Photo No. WC-R80-1/S18.



42SA8856. View of Feature 3 looking N. Possible structure area in center. Photo No. WC-R80-1/S19.

San Joan Co., Utah (50ft) Stunding. Trees ocation ER-Fi- Upright Slabs F2 - Artifact Concentration F3 - Passible Structure Area ~ - Potential Access Nap Prepared Route (Blue + Red flagging)
- Photo Position James M. Copelano * - Flagging (orange + white)





116 State Capitol Bending Salt Lake City, UT 84114 Telephone 801-533-5245

office of planning and budget

Norman H. Bangerter, Governor Dale C. Hatch, C.P.A., J.D., Director Michael E. Christensen, Ph.D., Deputy Director

NOV 0 6 1987

November 3, 1987

DIVISION OF CIL, GAS & MINING

John Baza
Division of Oil, Gas and Mining
3 Triad Center, Suite 350
355 West North Temple
Salt Lake City, Utah 84180-1203

Cyclone Flat #1

SUBJECT:

TEB, Inc., Application for Permit to Drill a Wildcat Well on State

Lease #U-62178, San Juan County

State Application Identifier #UT871029-010

Dear John:

The Resource Development Coordinating Committee of the State of Utah has reviewed this proposed action and the Division of State History comments:

A review of our records indicates that we know of one archeological site, 42Sa8856, which is located very close to the proposed well site. Perhaps it should be assumed that the proposed well is essentially on the same location as site 42Sa8856. We have enclosed a copy of the site form for that site which was recorded in 1980 and at that time given a finding of "significant," i.e., potential eligibility for the National Register of Historic Places.

As this is a federal lease, and the BLM is involved, they will likely require the applicant to survey for pre-historic and historic resources, in particular, relocating site 42Sa8856. Our records further indicate that only one survey for cultural resources has been conducted in the area. It was a narrow, linear survey and proceeded southsouthwest from site 42Sa8856. This survey did not cover other areas surrounding or adjacent to the proposed well site. Again, this reinforces the need for additional cultural resource surveys in the area.

We also wonder if, in addition to the proposed well site, there will be additional ground disturbing activities through the upgrading or creating of access roads and other work sites. We look forward to providing additional assistance and consultation on this project and reviewing the results of any cultural resource surveys performed.

John Baza Division of Oil, Gas and Mining November 3, 1987 Page Two

The above is provided on request as outlined by 36 CFR 800 or Utah Code, Title 63-18-37. If you have questions or need additional assistance, please contact Charles Shepherd at (801) 533-7039.

The Committee appreciates the opportunity of reviewing this document. Please address any other questions regarding this correspondence to Carolyn Wright (801) 538-1535.

Sincerely,

Dale C. Hatch

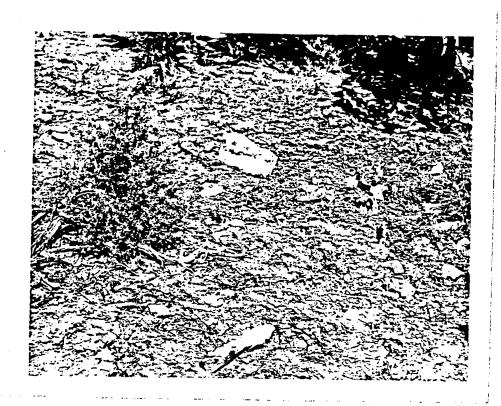
Director

DCH/jw

DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT UTAH STATE OFFICE	3 PROJECT NAME Clyde 4	ST ALO, 4,2,5,A,8,8,5,6,1,10 BLM REPORT ID# 1-1111
4 QUITIES SITE INVENTORY	£ 117570010	CORDED BY James M. Copeland P4
Temp. No. ER-1-1	•	STITUTION <u>Centuries Research</u> , Inc ⁶
11 PLM DISTRICT NO	7 PALEONTOLOGICAL 10 DAT	April 13, 1980
Salt Lake = 2 Cedar City = 4	Pernal = 8 :22 23	
13 COUNTY San Juan	BO = Bonneville, WA SE = Sevier River, } KA = Kanab, ES = Esc	<pre>= Wasatch, HR = House Range, WS = Warm Springs, HM = Henry Mtns., BR = Beaver River, DX = Dixie, calante, SJ = San Juan, GR = Grand, PR = Price River, = Diamond Mountain, BC = Book Cliffs.</pre>
14 UTM GRID: ZONE 112 E	asting 6 0 0 11 00 Northin	g 4 1 5 4 4 0 0 38
15 LEGAL DESCRIPTION: T 3176 Fill in spaces 43 or 46 only 1f: 39 42 Y = Vernal Heridian H = Half Township 16 MAP NAME AND SCALE: Bea	42 43 46 47 48 -49 If Range _	(40 acre) (160 acre) VE Qu-Sec. N E Qu Sec. N W 53 54
	ars Ears/1954/15'	
17 SURFACE OWNER: LM = B 55 56 FS = U	SFS PS = MPS OT = Other	OTHER:
18 NATIONAL REGISTER POTENTIA	<i>37.</i>	nificant Why:
May be eligible.		
20 SITE CONDITION Existing tra	etational Potential Scien	
,21 AGENT CAUSING IMPACT IF IR	UNA, OT 22 PHOTO TAKE	58 59 60
VA = Vandalization 61.62 PR = Project	63 64 .65 66 . Y=Yes	
or = Other Existing road NO = No Impact 23 RECOMMENDED PROTECTION	and cattle. Avoid.	
24 SITE TYPE - CULTURAL [S IT]	RS-ROCK Shelter,	imited Activity, ST=Structural OT=Other
25 PALEONTOLOGICAL: Invertebra 1		•
26 CULTURAL FEATURES [LIS], [C 74 75 76	77 78 70 00 00	6 87
	LS = Lithic Scatter CS = Ceramic Scatter GS - Ground Stone Scatter	SH = Shelter, PI = Pictograph
OT = Other	QU = Quarry BS = Burned Stone	SC = Slab-lined cists
Description:	OE = Depression OT = Other	TR = Trail TC = Water Control GL = Glass TR = More than 7 of the above.
Linear site occupying ridge 3 features present. Featur slabs, slightly potted: Fe	e top. Artifacts are generally e l is a 2 m dia. outline of u ature 2 is a 4 m dia. concentr	pright sandstone
7 SITE DIMENSIONS: L. 120 NW	(M)	(M) M
28 DEPTH OF FILL U Y=Yes N	l≃No U=Undeterπined	UT 8100-1 (4/79) Attach. 3

30	CULTURAL PERIOD/AFFILIATION Pu
}	SURFACE COLLECTED NY Y=Yes, N=No, DESCRIPTION OF ARTIFACTS COLLECTED: N/A
1	34 CURATORIAL DISPOSITION N/A
¹ 35	AVERAGE ARTIFACT DENSITY: 0-15 Per m2
37 39 41 42 43	ENVIRONMENTAL - TOPOGRAPHIC SITUATION Level Terrain Cave Mesa Top X Talus Other: Broken Terrain Slope Cliff Edge Other: Canyon Bottom Ridge X Overhang
45	DESCRIPTION/REMARKS: #26 Cont'd. stone and artifacts. Feature 3 is problematical. It may be a structural feature as indicated by a few sandstone blocks and slabs (only one definitely shaped). A low depression just south of the stones may represent a pit house; however, it has been used as a cow wallow and may be only that. Artifacts between the features are sparse.

(Attach sketch map, photos, and xerox of topographic map with T., R., Scale, Quad. name, marked project & survey areas.)

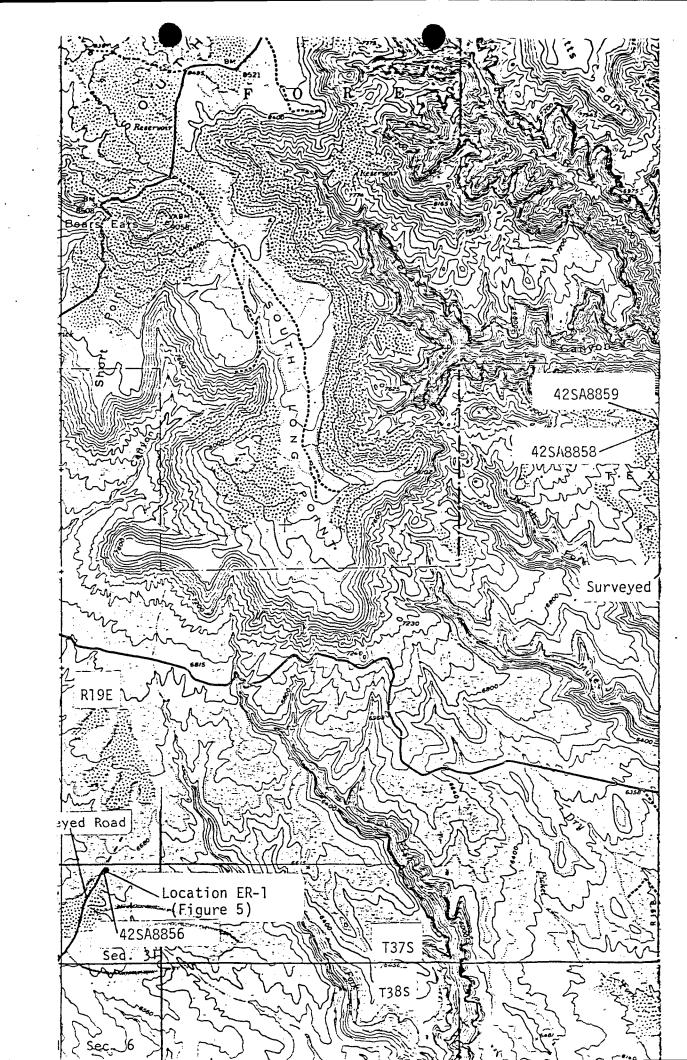


42SA8856. View of Feature 1 looking NE. Photo No. WC-R80-1/S18.



42SA8856. View of Feature 3 looking N. Possible structure area in center. Photo No. WC-R80-1/S19.

San Juan Co., Utah 15m (50ft) T.W. ocation ER-65m -Site Area Fi-Upright Slabs F2- Artifact Concentration F3 - Passible Structure Area X - Tree Line - Potential Access Map Prepared by Route (Blue + Red flagging)
- Photo Position James M. Copeland. * - Flagging (orange + white)





555 W. North Temple • 3 Triad Center • Suite 350 • Salt Lake City, UT 84180-1203 • 801-538-5340

November 12, 1987

TEB, Incorporated Route 1, Box 82 Toronto, Kansas 66777

Gentlemen:

Re: Cyclone Flat 1 - SE SW Sec. 30, T. 37S, R. 19E - San Juan County 660' FSL, 1980' FWL

Approval to drill the referenced well is hereby granted in accordance with Rule R615-3-2, Oil and Gas Conservation General Rules.

In addition, the following actions are necessary to fully comply with this approval:

- 1. Spudding notification to the Division within 24 hours after drilling operations commence.
- 2. Submittal of an Entity Action Form to the Division within five working days of the time that the well is spudded or a change in operations or interests necessitates a change in entity status.
- 3. Submittal to the Division of completed Form OGC-8-X, Report of Water Encountered During Drilling.
- 4. Prompt notification to the Division should you determine that it is necessary to plug and abandon this well. Notify John R. Baza, Petroleum Engineer, (Office) (801) 538-5340, (Home) 298-7695, or R. J. Firth, Associate Director, (Home) 571-6068.
- 5. Compliance with the requirements of Rule R615-3-22, Gas Flaring or Venting, Oil and Gas Conservation General Rules.

Page 2 TEB, Incorporated Cyclone Flat 1 November 12, 1987

- 6. Prior to commencement of the proposed drilling operations, plans for toilet facilities and the disposal of sanitary waste at the drill site shall be submitted to the local health department having jurisdiction. Any such drilling operations and any subsequent well operations must be conducted in accordance with applicable state and local health department regulations. A list of all local health departments and copies of applicable regulations are available from the Division of Environmental Health, Bureau of General Sanitation, telephone (801) 538-6121.
- 7. This approval shall expire one (1) year after date of issuance unless substantial and continuous operation is underway or an application for an extension is made prior to the approval expiration date.

The API number assigned to this well is 43-037-31362.

Sincerely,

R. Firth

Associate Director, Oil & Gas

as Enclosures

cc: Branch of Fluid Minerals

D. R. Nielson

8159T

Form 3160-3 (November 1983) (formerly 9-331C)

SUBMIT IN TRIPLICATE* (Other instructions on reverse side) UNITED STATES

Form approved. Budget Bureau No. 1004-0136 Expires August 31, 1985

OR APPLIED FOR, ON THE	ELEASE, FT.	1,320	2,700'	:	Rotary
15. DISTANCE FROM PROPO LOCATION TO NEAREST PROPERTY OR LEASE (Also to nearest drig 18. DISTANCE FROM PROPO TO NEAREST WELL, DE	ing, FT. unit line, if any)	660'	NO. OF ACRES IN LEASE 2,353 PROPOSED DEPTH	TOT	FF ACRES ASSIGNED HIS WELL 40 RY OR CABLE TOOLS
14. DISTANCE IN MILES A	air miles W	SW of Blandin			12. COUNTY OR PARISH 18. STATE Utah
At proposed prod. zon	Same		43-037-313	62	30-37s-19e SLBM
4. LOCATION OF WELL (ReAt surface	port location clearly a	and in accordance with an & 1980' FWL (y State requirements.*)		10. FIELD AND POOL, OR WILDCAT WILDCAT 11. SEC., T., R., M., OR BLK.
3. ADDRESS OF OPERATOR	ute 1 Box 8'	- Cil, GAS & MINING 2, Toronto, Ka			*1
2. NAME OF OPERATOR	B, Inc.	ENLANDA OF	(316) 637	-2340	Cyclone Flat
	ELL OTHER	NOV 19 1987	SINGLE MULTI	IPLE	8. FARM OR LEASE NAME
1a. TYPE OF WORK	1 5 7	DEEPEN 🗆	PLUG BA		7. UNIT AGREEMENT NAME
_APPLICATION	FOR PERMIT	FO-DRILL, DEE	PEN OR PLUG	BACK	6. IF INDIAN, ALLOTTEE OR TRIBE NAME
		F LAND MANAGEM	ENT		5. LEASE DESIGNATION AND SERIAL NO. U-62178
		NT OF THE INT	-· ·· • · · ·		

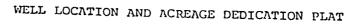
(This space for Federal or State office use)	 			
PERMIT NO.		APPROVAL DATE		
APPROVED BY/S/ Kenneth V. Rhea	TITLE	Acting Battati Banasa	DATE	NOV 13 1987

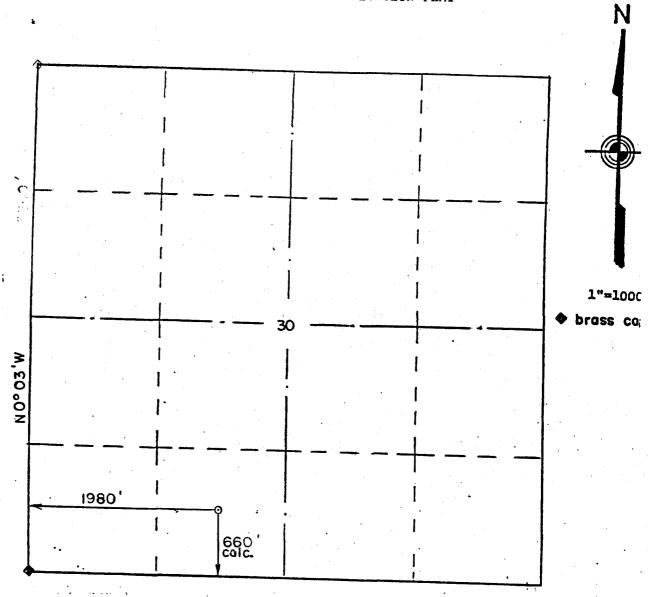
SUBJECT TO RIGHT OF WAY **APPROVAL**

GAS IS SUBJECT OF NTL 4-A

cc: Bird (3), MDO (3), SJRA (1), UDOGM (2)

DATED 1/1/80
*See Instructions On Reverse MIDITIONS OF APPROVAL ATTACHED





WELL LOCATION DESCRIPTION: Cyclone Flat #1 TEB, Inc. 660'FSL & 1980' FWL Section 30, T.37 S., R.19 E., SLM San Juan County, Utah 6667' ground elevation

22 October 1987

The above plat is true and correct to my No. 5705 6 Provided and phelief. Gera ston, LS TEB, Inc.
Well No. Cyclone Flat 1
Sec. 30, T. 37 S., R. 19 E.
San Juan County, Utah
Lease U-62178

CONDITIONS OF APPROVAL

Approval of this application does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

B. THIRTEEN POINT SURFACE USE PLAN

- 1. To reduce conflicts with recreational users, drilling will only be allowed from November 1 through February 28 and June 16 through September 14. This stipulation does not affect production activities.
- 2. Prior to setting production facilities or beginning reclamation, an onsite will be held between the operator, contractors and BLM.
- 3. All production equipment will be muffled.
- 4. All fluids will be removed from reserve pits after wells are completed or plugged to allow total completion of reclamation by February 28.
- 5. The natural contours of Comb Wash will be restored when water hauling is completed.

NOTIFICATIONS

Notify the San Juan Resource Area, at (801) 587-2141 for the following:

- 2 days prior to commencement of dirt work, construction or reclamation;
- 1 day prior to spudding;
- 1 day prior to running and cementing surface casing;
- 1 day prior to pressure testing of BOPE and/or surface casing.

Notify the Moab District Office, Branch of Fluid Minerals at (801) 259-6111 for the following:

No well abandonment operations will be commenced without the prior approval of the District Manager. In the case of newly drilled dry holes, and in emergency situations, verbal approval can be obtained by calling the following individuals, in the order listed:

Steven Jones, Petroleum Engineer Office Phone: (801) 259-6111

Home Phone: (801) 259-7404

Lynn Jackson, Chief, Branch of Fluid Minerals

Office Phone: (801) 259-6111

Home Phone: (801) 259-7990

Paul Brown, I&E Coordinator Office Phone: (801) 259-6111

Home Phone: (801) 259-7018

24 hours advance notice is required for all abandonments.

ELOCAL GOVERNAME SOUTHEASTERN UTAH ASSOCIATION O Drawer Al Price, Utah 84501 Telephone 637-544 4 1987 **DIVISION OF** 120910 **AREAWIDE CLEARINGHOUSE A-95 REVIEW** OIL. GAS & MINING (ASP # 11-1028-7 Preapp __ App __ State Plan __ State ActionX_ Subdivision __ UT871028-010 SAI Number _ Other (indicate) _ Federal Funds: Applicant (Address, Phone Number): Requested: _ 43-037-31362 Oil, Gas and Mining 355 West North Temple 3 Triad Center, Suite 350 Salt Lake City, Utah 84180-1203 TEB Inc. Cyclone Flat #1 30-378-19E San Juan Co. Title: APPLICATION FOR PERMIT TO DRILL -D No comment See comments below No action taken because of insufficient information Please send your formal application to us for review. Your attendance is requested D The applicant should forward any written review comments to the funding agency. Any written response to those ded to the State Clearinghouse and also to the funding agency. comments should be forward Comments

Form 3160-5 (November 1983) (Formerly 9-331) UNITED STATES SUBMIT IN TRIPLICATES (Other Instruction re- BUREAU LAND MANAGEMENT	Form approved. Budget Bureau No. 1004-0135 Expires August 31, 1985 5. LEASE DESIGNATION AND SERIAL NO.
SUNDRY NOTICES AND REPORTS ON WELLS (Do not use this form for proposals to drill or to deepen or plug back to a different reservoir. Use "APPLICATION FOR PERMIT—" for such proposals.)	6. IF INDIAN, ALLOTTEE OR TRIBE NAME
OIL GAS WELL OTHER	7. UNIT AGREEMENT NAME
2. NAME OF OPERATOR TEBINC (316) 637-2340 3. ADDRESS OF OPERATOR	8. FARM OF LEASE NAME Cy Clon C Flai
RT. 1 Box 82 Totonto KS 66777 4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.)	# /
See also space 17 below.) At surface 660' FSL & 1980' FWL (SFS W)	10. FIELD AND POOL, OR WILDCAT 11. SBC., T., E., M., OR BLK, AND
30-375-19E	30- 37 (-19)
14. PERMIT NO. 15. ELEVATIONS (Show whether DF, IIT, CR, etc.) 43-037-3/362 6667 Ground elevation	12. COUNTY OF PARISH 13. STATE SAN JUNN UTAH
Check Appropriate Box To Indicate Nature of Notice, Report, or Ot	Land Date Control Cont
NOTICE OF INTENTION TO:	
TEST WATER SHUT-OFF FRACTURE TREAT SHOOT OR ACIDIZE REPAIR WELL (Other) PCLU OR ALTER CASING WATER SHUT-OFF FRACTURE TREATMENT SHOOTING OR ACIDIZING (Other)	REPAIRING WELL ALTERING CASING ABANDONMENT multiple completion on Well on Report and Log form.)
28 SKS. 3.1/mix 100' plug 1436. 29 SKS. 3.86/mix 100' plug 1092.	6/- 1536.61 21'-1192.21
19 5KS - Sur FACE To 59,79 5	
All CEMENT 50/50 poz B, 29 B;	Total gel
5% CAl-SOA, 15% SAIT.	
NoTe; 8 5/8" shot e 1152.27'	
S. I hereby certify that the foregoing is true and correct SIGNED for Norming h. TITLL Petroleum Fraginech (This space for Federal or State office use)	DATE 12-23-87
APPROVED BY	Dare.

Form 3160-4 (November 1983)

Form approved.

(formerly 9-330		UETE	D STA	TES			N DUPL	her in	E	Budget Bi Expires A	ureau No. 1004-0137 august 31, 1985
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	w	ELL GAS WELL		DRY 🗌	Other				7. CNr	TAGREEM	ENT NAME
b. TYPE OF COM		EEP- PITG	LII [1]	ear- [P	10				1/19	<u> 123023</u>
2. NAME OF OPERA		N DYCK	L.J RE	SVR.	Other	//			ł	M UR LEAS	SE NAME
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2. ADDRESS OF UP	erator Ray & 1	7	_/	1 1	/					#	<u>/</u>
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35. LIST OF ATTACHN	(F N T Q										
O. DIST OF ATTACES	· ·										

36. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records

SIGNED

TITLE Petroleum ENgiNeer DATE 12-23-87

*(See Instructions and Spaces for Additional Data on Reverse Side)

Form 3160-3 (November 1983) (formerly 9-331C) SUBMIT IN TRIPLICATE®

(Other instructions on

Form approved.
Budget Bureau No. 1004-0136
Expires August 31, 1985

	UNITE	ED STAT	ES	, (
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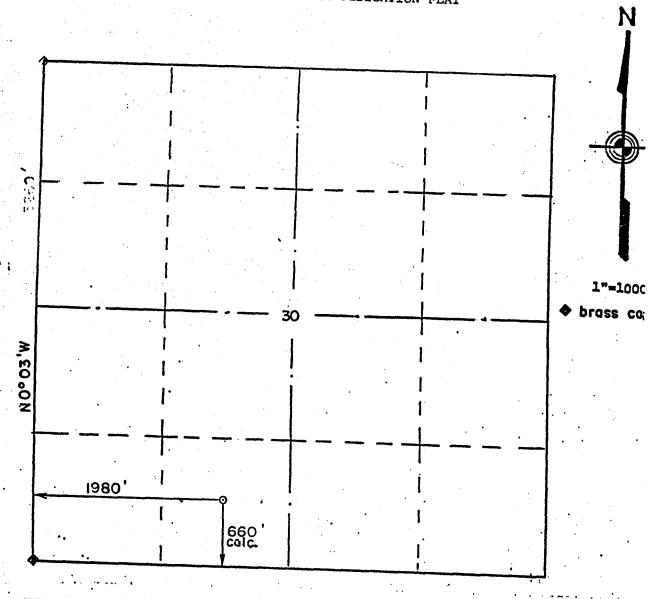
5. LEASE DESIGNATION AND SERIAL NO. BUREAU OF LAND MANAGEMENT U-62178 APPLICATION FOR PERMIT TO_DRILL, DEEPEN. 6. IF INDIAN, ALLOTTER OR TRIBE NAME OR PLUG BACK N/A DRILL D DEEPEN C 7. UNIT AGREEMENT NAME PLUG BACK N/A b. TYPE OF WELL WELL WELL MULTIPLE ZONE 8. FARM OR LEASE NAME 2. NAME OF OPERATOR Cyclone Flat TEB, Inc. (316) 637-2340 9. WELL NO. 3. ADDRESS OF OPERATOR Route 1, Box 82, Toronto, Kansas 66777 10. FIELD AND POOL, OR WILDCAT WILDCAT 4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.*) 660' FSL & 1980' FWL (SESW) 11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA At proposed prod. zone Same 30-37s-19e SLBM 14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE* 12. COUNTY OR PARISH | 13. STATE 21 air miles WSW of Blanding, Utah San Juan Ut. 15. DISTANCE FROM PROPOSED®
LOCATION TO NEAREST
PROPERTY OR LEASE LINE, FT.
(Also to nearest drig, unit line, if any) 16. NO. OF ACRES IN LEASE 17. NO. OF ACRES ASSIGNED TO THIS WELL 660 2,353 40 18. DISTANCE FROM PROPOSED LOCATION*
TO NEAREST WELL, DRILLING, COMPLETED,
OR APPLIED FOR, ON THIS LEASE, FT. 19. PROPOSED DEPTH 3,350 20. ROTARY OR CABLE TOOLS 1,320 Rotary 21. ELEVATIONS (Show whether DF, RT, GR, etc.) Jan. 20, 1 6.667' ungraded ground 23. PROPOSED CASING AND CEMENTING PROGRAM SIZE OF HOLE SIZE OF CASING WEIGHT PER FOOT SETTING DEPTH QUANTITY OF CEMENT 12-1/4 9-5/8 32.3* (H-40 ST&C) 500 300 sx or to surface 8-3/4" 5-1/2" 15.5* (J-55 ST&C) 3,350 925 sx or to surface

TIGHT HOLE. PLEASE KEEP CONFIDENTIAL.

Well was previously approved (43-037-31362), built in November, 1987, drilled, and plugged on December 16, 1987. Based on new information, now wish to change plans. Will re-enter well, drill out plugs, and increase TD from 2,700' to 3,350'. See 8 Point Drilling Program for details. No change in surface use program or location.

Consultant	1-10-88
	WED DV THE OTATE
APPROVAL DATE	VED BY THE STATE
016,	GAS, AND MINING
DATE	1-70-89
	APPROVAL DATE OF U

WELL LOCATION AND ACREAGE DEDICATION PLAT



WELL LOCATION DESCRIPTION: TEB, Inc. Cyclone Flat #1 660'FSL & 1980' FWL Section 30, T.37 S., R.19 E., SLM San Juan County, Utah 6667' ground elevation

22 October 1987

ERED LAND The above plat is true and correct to my No. 5705 0 line and pelief. T. E. BIRD
ROUTE 1. BOX 82
TORONTO, KANSAS 66777

316-637-2340

1255/10/21/87

Re: APDs

TO WHOM IT MAY CONCERN:

This letter authorizes Mr. Brian Wood, Permits West, Inc., Santa Fe, New Mexico, to sign APDs on behalf of TEB, Inc.

Yours truly,

TEB, Inc.

T. E. Bird, President

TEB:mb

PAGE 1

CONFIDENTIAL INFORMATION

All lease operations will be conducted in full compliance with applicable laws, regulations (43 CFR 3100), Onshore Oil & Gas Order #1, and the approved plan of operations. The operator is fully responsible for the actions of his subcontractors. TEB, Inc. will furnish a copy of these conditions to its field representative to assure compliance.

8 Point Drilling Program

1. ESTIMATED FORMATION TOPS

Formation Name	Depth from OL*	Depth from KB	Subsea Depth
Cedar Mesa Ss	000,	12'	+6,667'
Elephant Canyon	840'	852'	+5,827
Halgaito Shale	1,060	1,072	+5,607
Honaker Trail	1,296'	1,308'	+5,371
Hermosa	1,460'	1,472'	+5,207
Upper Ismay	2,395'	2,407	+4,272
Lower Ismay	2,495'	2,507	+4,172
Desert Creek	2,620'	2,632'	+4,047
P-40 Shale	2,675'	2,687	+3,992
Salt Cycle 6	2,742	2,754	+3,925'
Salt Cycle 7	2,827	2,839'	+3,840'
Salt Cycle 9	2,906'	2,918'	+3,761
Salt Cycle 13	3,108'	3,120'	+3,559'
Salt Cycle 15	3,202	3,214	+3.465'
Pinkerton Trail	3,312	3,324	+3,355'
Total Depth (TD)	3,350'	3,362'	+3,317

^{*} ungraded OL



PAGE 2

CONFIDENTIAL INFORMATION

2. NOTABLE ZONES

The estimated formation top depths from ungraded GL at which water, oil, gas, or other mineral bearing zones are expected to be encountered are:

Possible Fresh Water Zone	Possible Salt Water Zones	Possible Oil & Gas Zones
Cedar Mesa: 000'	Upper Ismay: 2,395	Upper Ismay: 2,395
	Lower Ismay: 2,495'	Lower Ismay: 2,495'
	Desert Creek: 2,620'	Desert Creek: 2,620'
	Salt Cycles: 2,742'	Pinkerton Tr'l.: 3,312'

Water bearing zones will be protected with weighted mud. All fresh water encountered during drilling will be recorded by depth, cased, and cemented. All oil and gas shows will be tested to determine commercial potential.

3. PRESSURE CONTROL (Also see "5." on PAGE 4)

BOP systems will be consistent with API RP 53. A 10" x 3,000 psi double ram and annular preventer with a 3,000 psi choke manifold will be used. A diagram of a typical BOP is on Page 3. Actual model will not be known until bid is let.

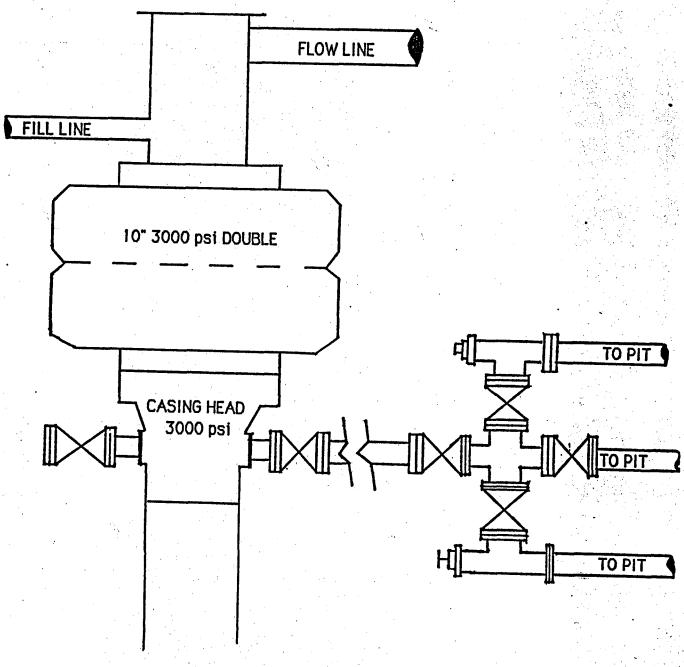
Pressure tests will be conducted before drilling out from under all casing strings which are set and cemented in place. BOP controls will be installed before drilling the surface casing plug, and will stay in use until the well is completed or abandoned. Preventers will be pressure tested before drilling casing cement plugs. All BOP mechanical and pressure tests will be recorded on the drillers log.

BOPs will be inspected and operated at least daily to assure good mechanical working order. This inspection will be recorded on the daily drilling report.



PAGE 3

CONFIDENTIAL INFORMATION.



BLOWOUT PREVENTER



TEB, Inc. PAGE 4

Cyclone Flat *1
660' FSL & 1980' FWL
Sec. 30, T. 37 S., R. 19 E.
San Juan County, Utah

CONFIDENTIAL INFORMATION

4. CASING & CEMENTING

Hole Size	<u>O.D.</u>	<u>Weight</u>	Grade	Туре	Age	Setting Depth (GL)	
12-1/4"	9-5/8"	32.3#	H-40	ST&C	New	0'-500'	
8-3/4"	5-1/2"	15.5#	J-55	ST&C	New	0'-3,350'	

Surface Casing (0'-500'): Cement to surface with 300 sx (100% excess) Class B cement with 2% CaCl₂ and 1/4 lb/sk Flocele.

Production Casing (0'-3,350'): Cement to surface with 925 sx Class H 50/50 Poz with 2% total gel and 5 lb/sk Cal-seal with 18% salt.

The San Juan Resource Area will be notified one day before running casing strings and cement. Six centralizers and 10 scratchers will also be used.

5. MUD PROGRAM

<u>Depth</u>	<u>Type</u>	Weight (ppg)	Viscosity (sec/qt)	FL(cc)
0'-500'	Spud Mud w/ Agua Gel & lim	e 9.0	45	NL
500'-2,740'	Fr. Water w/ EZ Mud & 1ime	e 9.4	28-45	0-15
2,740'-3,350'	Brine w/ Yeogel & starch	10.6	36-45	10

Lost circulation material (walnut shells, cedar bark, *etc.*) will be on location. An oxygen scavenger (ammonium biosulfite) will be used below 2,740'.

6. CORING, TESTING, & LOGGING

No cores are planned. Drill stem tests may be run in the Ismay, Desert Creek, and elsewhere if good shows are found. The following logs may be run:



PAGE 5

TEB, Inc.
Cyclone Flat *1
660' FSL & 1980' FWL
Sec. 30, T. 37 S., R. 19 E.
San Juan County, Utah

CONFIDENTIAL INFORMATION

GR: Total Depth to Surface FDC/CNL/DLL/BHC: Total Depth to 500'

Whether the well is completed as a dry hole or producer, "Well Completion or Recompletion Report and Log" (Form 3160-4) will be submitted not later than 30 days after completion of the well, or after completion of operations being performed, per 43 CFR 3164. Two copies of all logs, core descriptions & analyses, well test data, geologic summaries, sample descriptions, and all other data obtained during the drilling, workover, and/or completion operations, will be filed with Form 3160-4. (If requested, sample cuttings, fluids, and/or gases will be submitted to the District Manager.)

7. **DOWNHOLE CONDITIONS**

The maximum anticipated bottom hole pressure is 2,200 psi. No abnormal pressures or temperatures are expected. Hydrogen sulfide may be found upon drilling below 2,700. A hydrogen sulfide contingency plan has been prepared and is attached at the end. It will be implemented at 2,500.

8. MISCELLANEOUS

The anticipated spud date is January 20, 1988. It is expected it will take 5 days to drill the well and 10 days to complete the well.

BLM may inspect or witness the following:

- 1) BOP tests or cementing and testing surface casing
- 2) Setting and testing surface casing shoe plug on a dry hole
- 3) Setting and testing of plugs across a producing horizon, and if applicable, the surface casing shoe plug and/or annulus squeeze jobs on a depleted producer.



PAGE 6

CONFIDENTIAL INFORMATION

No location will be constructed or moved, no well will be plugged, and no drilling or workover equipment will be removed from a well to be placed in a suspended status without prior approval of the District Manager. If operations are to be suspended, prior approval of the District Manager will be obtained and notification given before resumption of operations.

The spud date will be phoned to the Resource Area, a minimum of 24 hours before spudding. A Sundry Notice (Form 3160-5), reporting the spud date and time, will be sent to the District Manager within 24 hours after spudding. If the spud is on a weekend or holiday, the Sundry will be sent on the following regular work day.

Starting with the month in which operations begin, and continuing each month until the well is physically plugged and abandoned, a "Monthly Report of Operations" (Form 3160-6) will be sent to the District Manager.

Immediate Report: Spills, blowouts, fires, leaks, accidents, or any other unusual events will be promptly reported to the Resource Area per NTL-3A.

A Sundry Notice will be filed for prior approval of the District Manager if a replacement rig is planned for completion. All conditions of this approved plan apply to all operations of the replacement rig. In emergencies, verbal approval can be given by the District Manager.

If the well is successfully completed for production, then the District Manager will be notified. Written notification will be sent not later than 5-business days following the date on which the well is placed on production. The Resource Area will schedule a first production conference within 15 days after receipt of the first production notice.

Approval to vent/flare gas during initial well evaluation will be obtained from the District Manager. This preliminary approval will not exceed 30



PAGE 7

TEB, Inc.
Cyclone Flat #1
660' FSL & 1980' FWL
Sec. 30, T. 37 S., R. 19 E.
San Juan County, Utah

CONFIDENTIAL INFORMATION

days or 50 MMcf of gas. Approval to vent/flare beyond this initial period will require the District Manager's approval per NTL-4A.

No well abandonment operations will begin without the prior approval of the District Manager. With a newly drilled dry hole, failure, or emergency, oral approval will be obtained from the District Manager. A Sundry Notice will be sent to the District Manager within 30 days following completion of the well for abandonment. The Sundry will note where plugs were placed and the current status of surface restoration. Final abandonment will not be approved until reclamation required by the approved APD or abandonment notice has been completed to the satisfaction of the Area Manager.

Once plugged, a regulation dry hole marker will be erected. The following information will be beaded on with a welding torch: TEB, Inc., Cyclone Flat #1, SESW 30-37s-19e, U-62178.



13 Point Surface Use Plan

1. EXISTING ROADS (See PAGES 16-17)

From the junction of U-95 and US 191 (aka, Shirttail Corner) south of Blanding, Utah, go west 25.3 mi. on U-95.

Then turn left and go southwest 2.3 mi. on a dirt road.

Then turn right and go 150 yards west to the well pad on a new road.

Existing roads are state and BLM. Roads will be maintained to a standard at least equal to their present condition. Only upgrading will be 100 yards of flat blading to remove ruts in SE Sec. 18 and NE Sec. 19. Maximum disturbed width will not exceed 30.

An Encroachment Permit has been filed with the San Juan County Road Department for part of the water haul route.

2. NEW ROADS (See PAGE 17)

There will be 150 yards of new road. It will be flat bladed with a maximum disturbed width not to exceed 30. There will be no turnouts or fence crossings. Maximum cut or fill will be 3'. Maximum grade will be 5%.

Surface disturbance and vehicle travel will be limited to the approved location and road. Any additional area needed will be approved in advance by the Area Manager. If access is used during wet winter weather, road surfacing may be required.

The access wil be water barred or brought to Class 3 Road Standards within 60 days of dismantling the drill rig. If this deadline cannot be met, the Resource Area will be notified so temporary drainage control can be



PAGE 9

TEB, Inc.
Cyclone Flat *1
660' FSL & 1980' FWL
Sec. 30, T. 37 S., R. 19 E.
San Juan County, Utah

installed. Class 3 Road Standards control drainage through the use of topography, ditch turnouts, dips, outsloping, crowning, low water crossings, and culverts. Specific measures will be determined at a joint TEB-BLM field inspection.

3. EXISTING WELLS

There are no water, producing, injection, or disposal wells within 1 mile. TEB does plan to drill 4 wells within a one mile radius, they are:

Cyclone Flat #2 is 1,320' away at 1980' FSL & 1980' FWL 30-37s-19e Cyclone Flat #3 is 2,831' away at 1790' FNL & 2020' FWL 30-37s-19e Cyclone Flat #4 is 3,961' away at 660' FNL & 1950' FWL 30-37s-19e Cyclone Flat #5 is 5,280' away at 660' FSL & 1980' FWL 19-37s-19e

4. PROPOSED PRODUCTION FACILITIES

The type and layout of the production facilities are not known now. An on-site will be held and a Sundry Notice will be submitted for approval before they are installed.

All permanent (on site for 6 or more months) surface facilities will be painted a flat, neutral, earthtone color. Painting will be completed within 6 months of installation. Parts required to comply with OSHA colors will be excluded. Specific color will be determined by BLM after an on-site.

The tank battery will be surrounded by a dike of sufficient capacity to contain 150% of the storage capacity of the largest tank in the battery. All loading lines will be placed inside the dike.

All site security guidelines in 43 CFR 3162.7 will be obeyed. All product



lines entering and leaving hydrocarbon storage tanks will be effectively sealed.

All off-lease storage, off-lease measurement, or commingling on-lease or off-lease must have prior written approval from the District Manager.

Any gas meter run will be within 500' of the wellhead. The gas flowline will be buried from the wellhead to the meter and 500' downstream of the meter and any production facilities. Meters will be housed and/or fenced.

The oil and gas measurement facilities will be installed on the well pad. Meters will be calibrated in place before delivery begins. Meter accuracy tests will be conducted monthly for the first 3 months on new meters, and at least quarterly thereafter. The Resource Area will be provided with a date and time for the initial meter calibration and all future meter proving schedules. A copy of the meter calibration reports will be sent to the Resource Area. All meters will conform with the API standards for liquid hydrocarbons and AGA standards for natural gas measurement.

5. WATER SUPPLY (See PAGE 16)

Water will be trucked 12.7 mi. from Comb Wash on BLM administered land in NE Sec. 13, T. 38 S., R. 20 E. An Application to Appropriate Water has been filed with the State of Utah Div. of Water Rights. This is casual use.

6. CONSTRUCTION MATERIALS

Pad construction materials are native *in situ* soils on lease. The use of materials under BLM jurisdiction will conform with 43 CFR 3610.2-3.



PAGE 11

TEB, Inc.
Cyclone Flat #1
660' FSL & 1980' FWL
Sec. 30, T. 37 S., R. 19 E.
San Juan County, Utah

7. WASTE DISPOSAL

The reserve pit will not be lined, 60% of the capacity will be in cut.

The pit will be fenced on 3 sides with 4 strands of barbed wire or woven wire topped with barbed wire. The 4th side will be fenced once the rig moves off. The fence will be kept in good repair while the pit dries.

All trash will be placed in a burn pit. It will be built near the mud tanks and dug at least 6' into cut. It will be totally enclosed with a fine wire mesh before the rig moves in. A burning permit is required for burning trash between May 1 and October 31. A burning permit can be obtained by calling the San Juan County Sheriff at (801) 587-2237. The road and pad will be kept litter free.

Human waste will be disposed of in 20' deep ratholes or chemical toilets. The ratholes will be immediately filled when the trailers are removed.

Produced water will be confined to the reserve pit for a period not to exceed 90 days after initial production. During the 90 day period an NTL-2B application will be submitted for the District Manager's approval of a permanent disposal method and site.

8. ANCILLARY FACILITIES

There will be no formal camp, though three camper trailers may be on site for the company man, mud logger, and tool pusher.

9. WELL SITE LAYOUT

See PAGES 18-20 for depictions of the well pad, cross sections, cut and



PAGE 12

TEB, Inc.
Cyclone Flat *1
660' FSL & 1980' FWL
Sec. 30, T. 37 S., R. 19 E.
San Juan County, Utah

fill diagrams, reserve pit, burn pit, access road onto the pad, parking, living facilities, soil stockpile, and rig orientation.

The top 8" of soil will be removed from the location and stockpiled southeast of the pad.

10. RECLAMATION

Immediately upon completion of drilling, all trash and debris will be collected from the pad and surrounding area and placed in the burn pit.

TEB's dirt contractor will call the Resource Area 48 hours before starting reclamation that involves earth moving equipment, and upon completion of reclamation. The reserve pit must be completely dry before it is backfilled.

All disturbed areas will be recontoured to blend as nearly as possible with the natural topography. This includes removing all berms and refilling all cuts. It also includes backfilling the pond built in Comb Wash.

The stockpiled topsoil will be spread evenly over the disturbed area. All disturbed areas will be ripped 12" deep with the contour.

Seed will be broadcast between October 1 and February 28 with the following mixture. A harrow or similar implement will be dragged over the area to assure seed cover.

Species

Rete (pounds/acre)

Crested wheatgrass (Agropyron desertorum)

10

After seeding is complete, the stockpiled trees will be scattered evenly over the disturbed area. The new access will be blocked to prevent vehicle



access.

The reserve pit and that part of the pad not needed for production will be reclaimed as previously described. Enough topsoil will be kept to reclaim the remainder of the pad at a future date. The remaining topsoil stockpile will be seeded in place using the prescribed seed mix.

11. SURFACE OWNER

The surface owner of the pad and access road is the U.S. Government.

12. OTHER INFORMATION

The dirt contractor will be provided with an approved copy of the surface use plan.

There will be no change from the proposed drilling and/or workover plan without prior approval from the District Manager. A Sundry Notice will be filed for approval for all changes of plans and other operations per 43 CFR 3164.

Safe drilling and operating practices must be used. All wells, whether drilling, producing, suspended, or abandoned will be identified *per* 43 CFR 3162.2.

If subsurface cultural materials are exposed during construction, work in that spot will stop immediately and the Resource Area will be called. All people who are in the area will be informed by TEB that they are subject to prosecution for disturbing archaeological sites or picking up artifacts, including arrowheads.



This permit will be valid for one year from the date of approval. After it expires, a new application will be filed for approval of any future operations.

The District Office's mailing address is P.O. Box 970, Moab, Utah 84532. The phone number is (801) 259-6111. Ask for Steve Jones.

The Resource Area's mailing address is P.O. Box 7, Monticello, Utah 84535. The phone number is (801) 587-2141. Ask for Rich McClure for surface problems. Ask for Mike Wade for subsurface problems.

The nearest hospital is a 75 minute drive to Monticello, Utah. It is 3 blocks northwest of the intersection of US 666 and US 191. Phone number is (801) 587-2116. The nearest medically equipped helicopter is in Grand Junction, Colorado, at St. Mary's Hospital. Call (303) 244-2550.

13. REPRESENTATION AND CERTIFICATION

Anyone having questions concerning the APD should contact:

Brian Wood Permits West, Inc. 37 Verano Loop Santa Fe, NM 87505 (505) 984-8120

The field representative for TEB, Inc. will be:

Tom Bird TEB, Inc. Rt. 1, Box 82 Toronto, Ks. 66777 (316) 637-2340



PAGE 15

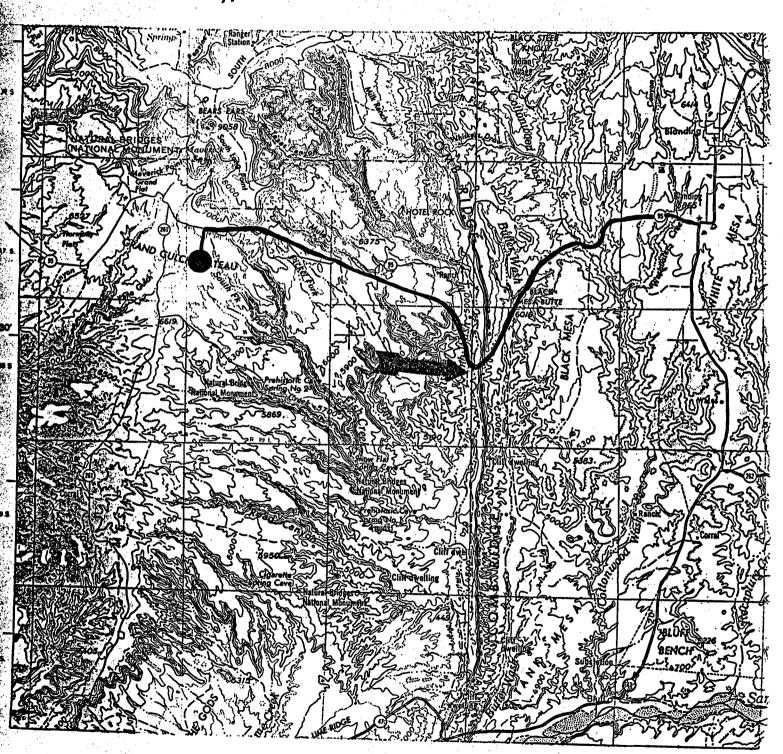
CERTIFICATION

I hereby certify that I have inspected the proposed drill site and access route; that I am familiar with the conditions which currently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and that the work associated with operations proposed herein will be performed by TEB, Inc. and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved. This statement is subject to the provisions of 18 U.S.C. 1001 for the filing of a false statement.

Brian Wood

Date

1-10-88



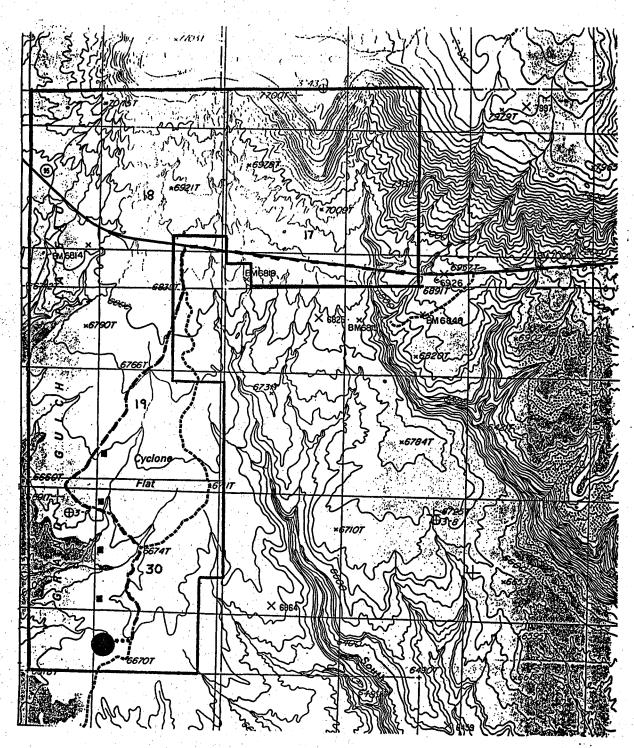
Cyclone Flat #1 Well: (

Water Source:

Access: ---



PAGE 17



Cyclone Flat #1 Well:

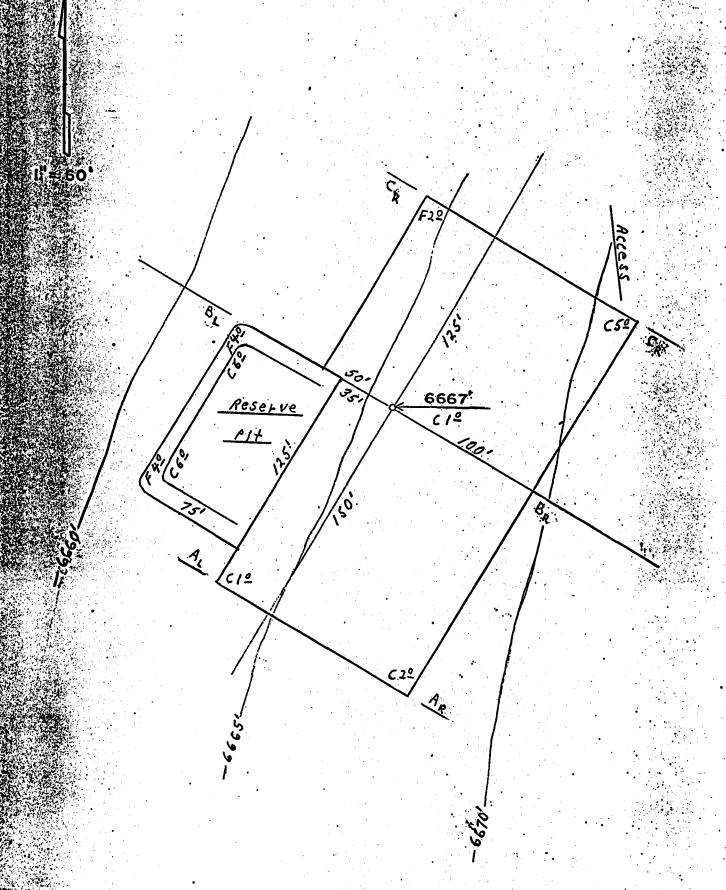
Existing Access: ---

New Access: ...

Lease:



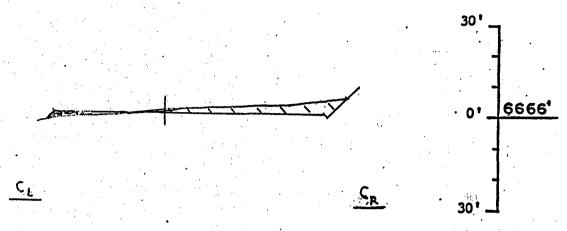
Well Cyclone Flat *1

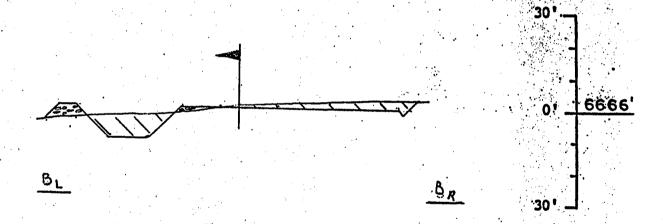


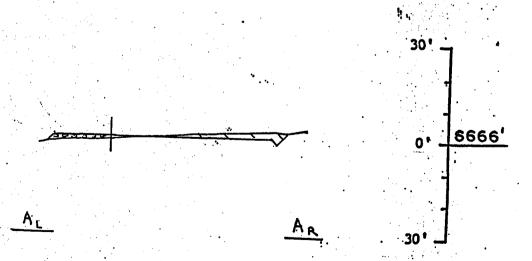
Cut //// Fill :::

Scales: 1" = 60' H.

1"=30' V.









STANDBY SAFETY SERVICES, INC. P.O. Box 1407 • Cortez, CO 81321 • (303) 565-6391

H2S CONTINGENCY PLAN

			DATE: 1/8/88	
WELL NAME: Cyclone	Flat #1		T.D. 3350	
LOCATION: 660' FSL &	1980" FWL (SESW)	Sec. 30,	T37S., R.19E	···-
San_Juan_	County, Utah	<u> </u>		
FIELD NAME: Cyclone	Flat			
H2S FORMATION: S	alt Cycles	_DEPTH:	2,742	
CONTRACTOR:				
Unknown	RIG NAME:		RIG PHONE:	
DRILLING SUPERINTEND	DENTS:			*
Unknown	MOBILE PHONE:		HOME PHONE:	
	MOBILE PHONE:		HOME PHONE:	
OPERATIONS SUPERINTE	ENDENT:			
Tom Bird	OFFICE PHONE:	316-637-	-2340 HOME PHONE:	,
DRILLING ENGINEER:				*
John Norris	OFFICE PHONE:_	303-468-5	5418 HOME PHONE:	
GEOLOGIST:				
Unknown	OFFICE PHONE:		HOME PHONE:	

- I. Introduction. H2S is a toxic, poisonous gas that could cause death or injury. The objective of this contingency plan is to provide an organized plan of action for alerting and protecting the public from H2S exposure in the event a potentially hazardous volume is accidentally released to the atmosphere. This plan should be activated immediately if any such release occurs. The Drilling Superintendent is responsible for initating and carrying out the plan.
- II. Individual Responsibilities. It is the resonsibility of all personnel on the location to familiarize themselves with the procedures outlined in this contingency plan.

A. All personnel:

- 1. Responsible for his assigned safety equipment.
- Responsible for familiarizing himself with the location of all safety equipment.
- 3. Responsible for reporting any indications of H2S to those in the area and to a supervisor.

B. Drilling Superintendent:

- 1. Responsible for thoroughly understanding and seeing that all aspects of this contingency plan are enforced.
- 2. Responsible for implementing all phases of this contingency plan.
 - 3. Responsible for keeping a minimum of personnel on the location during expected hazardous operations.
 - 4. Responsible for coordinating all wellsite operations and communications in the event that an emergency condition develops.
 - 5. Responsible for ensuring that all visitors receive an H2S safety orientation. A visitor's log will be maintained as well as a list of all personnel on the location after drilling has progressed to the suspected H2S formation:
 - Responsible for notifying the drilling office, public safety personnel, regulatory agencies, and the general public of the existence and location of an H₂S release.

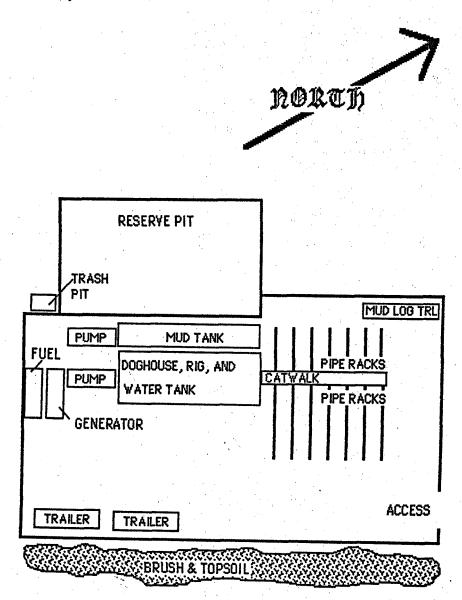
III. Location Layout

A. The location of at least two pre-determined safe areas to assemble at in the event of an emergency. These locations should be located 180° to one another, and in the direction of the prevailing winds.

A	rea #2: 180° from area #1
b o	he location and type of all H2S detectors. One located at tell nipple, onelocated at the shale shaker, and a third one n the rig floor. Indicate here any other additional H2S etector locations for this well:
T	YPE: Gastec LOCATION_
	Gastec Hand Detector Safety Trailer
•	Gastec Hand Detector Dog House
а	he location and type of all air masks. Self-contained breat pparatus for use by rig personnel for this well will be kept n the following locations:
T	YPE: Excape Units LOCATION: Rig Floor
	work units Safety Trailer
	Rescue Units Area #1 and Area #2
I	f a cascade system is utlized, indicate the location(s):
Ţ	YPE: 10-300 cu ft cylinder LOCATION: Safety Trailer
	system
	he location of wind socks or streamers. The wind direction ndicators for this well will be located at:
T	YPE: Wind sock LOCATION: Safety Trailer
	Wind sock Mud Pits
	The location of any other safety equipment used, such as flamus or buy blowers:

PAGE 20

TEB, Inc.
Cyclone Flat #1
660' FSL & 1980' FWL
Sec. 30, T. 37 S., R. 19 E.
San Juan County, Utah



F. The location of all telehpones and /or means of communications.

The communications for this well will be located at:

TYPE: Unknown	LOCATION:	

G. Warning Signs:

- 1. "NO SMOKING" signs should be strategically located around the rig and rig location. The following locations are appropriate.
 - a. Doghouse
 - b. Rig floor
 - c. Substructure
 - d. lower landing of all stairs leading to rig floor
 - e. Mud pits
 - f. Shale shaker
- 2. "POISON GAS" signs should also be placed at strategic points on the locations. The following locations are appropriate.
 - a. All entrances leading to the location.
 - b. Lower landing of all stairs leading to rig floor.
 - c. All areas around substructure, including mud pits and shale shaker.
 - d. Various points along the perimeter of the radius of exposure.

NOTE: All warning signs should be black and yellow in color and of readable size at a reasonable distance.

- IV. Operating Procedures. The following operating procedures will be utilized for drilling in areas with H2S.
 - A. Plan of operation for handling gas kicks and other drilling problems. Any gas kick will be controlled by using approved well control techniques. Upon evidence that ambient H2S concentrations have reached 20 ppm, all non-essential personnel will be evacuated to pre-designated safe areas. Personnel remaining on the rig floor will continue to control the well as the situation dictates until the area is safe to re-enter.

B. Proposed mud program.

DEPTH INTERVAL (ft)	TYPE	(ppg) WEIGHT	VTSC.	ΡV	. AT 120°F YP (1b/100ft2)	(cc)	SOLIDS (%)	рН	C1- (ppm)
		. /1	NKNOWN)						
			INPANOMIN'S						
									
						·			
					•				

Note: If necessary, approved H2S scavengers may be used.

C. Special Operations

- 1. Drill Stem Tests. All drill stem tests must be closed chamber and conducted during daylight hours.
- 2. Coring. After a core has been cut, circulate bottoms up and monitor for H2S. If hole conditions (and/or detectors) indicate potentially hazardous conditions, put breathing equipment on 10 stands before core barrel reaches the surface. Breathing equipment will be worn by all personnel while core barrel is pulled, broken out, and opened up, and until a safe atmosphere is indicated.
- V. Operating conditions. Operating conditions are defined in three categories. A description of each of these conditions and the required action to take are given below.
 - A. CONDITION I NORMAL OPERATING CONDITIONS, POTENTIAL DANGER, OPERATIONS UNDER CONTROL

Characterized by: Normal drilling operations and test operations in zones which contain or may contain H2S.

Warning flag: Yellow

ALARM: None

Probable occurrence; No detectable gas present at surface.

General action: (1) Know location of safety equipment.

- (2) Check safety quipment for proper functioning. Keep it available.
- (3) Be alert for a condition change.
- (4) Follow instructions of supervisor.
- B. CONDITION II POTENTIAL TO MODERATE DANGER TO LIFE

Characterized by:

H2S gas present. Concentrations less

than 20 ppm.

Warning flag:

Orange

Alarm:

Flashing light at 10 ppm H₂S. Intermittent blasts on horn at 20 ppm H₂S.

Probable occurrence:

- (1) As drill gas
- (2) As trip gas when circulating bottoms up.
- (.3) When a core barrel is pulled.
- (4) When a well kick is circulated out
- (5) Surface pressure, well flow or lost returns problems.
- (6) Equipment failure during testing opations.

General action:

- (1) Follow instructions of supervisor
- (2) Put on breathing equipment if directed, or if conditions warrant it.
- (3) Stay in "SAFE BRIEFING AREA" if instructed and not working to correct the problem.
- (4) The Drilling Superintendent will initiate action to reduce the H₂S concentration to zero.

C. CONDITION III - MODERATE TO EXTREME DANGER TO LIFE

Characterized by:

H2S present in concentrations at or above 20 ppm. Critical well operations or well control problems. In the extreme, loss of well control.

Warning flag:

Red

Alarm:

Flashing light and continuous blast on horn at 20 ppm H2S.

Probable occurrence:

- (1) As drill gas
- (2) As trip gas when circulating bottoms up.

- (3) When a core barrel is pulled
- (4) When a well kick is circulated out
- (5) Surface pressure, well flow or lost returns problems.
- (6) Equipment failure during testing operations

General action:

- (1) Put on breathing equipment. Move to "SAFE BRIEFING AREA" and remain there if not working to correct or control problems.
- (2) Follow instructions of Drilling Superintendent or other supervisor.
- (3) The Drilling Superintendent will initiate emergency action as provided in the contingency plan and as appropriate to the actual conditions. If testing operations are in progress, well will be shut-in.
- (4) The Drilling Superintendent will conduct any necessary operations with an absolute minimum of personnel. All persons in the immediate area will wear a breathing apparatus. All other personnel will restrict their movements to those directed by the Superintendent.
- (5) If gas containing hydrogen sulfide is ignited, the burning hydrogen sulfide will be converted to sulfur dioxide which is poisonous.
- VI. Emergency Procedures. The procedures listed below apply to drilling and testing operations.
 - A. If at any time during Condition I, the mud logger, mud engineer, or any other person detects H2S, he will notify the Drilling Superintendent. All personnel should keep alert to the Drilling Superintendent's orders. He will:
 - 1. Immediately begin to ascertain the cause or the source of the H2S and take steps to reduce the H2S concentration to zero. This should include having the mud engineer run a sulfide and pH determination on the flowline mud if water-base mud is in use. If an oil-base mud is in use, the mud engineer should check the lime content of the mud.

- Order non-essential personnel out of the potential danger area.
- 3. Order all personnel to check their safety equipment to see that it is working properly and in the proper location. Persons without breathing equipment will not be allowed to work in a hazard area.
- 4. Notify the Contract Supervisor of condition and action taken.
- 5. Increase gas monitoring activities (portable H2S detectors) and continue operations with caution.
- 6. Display the orange warning flag.
- B. If the H₂S concentration exceeds 20 ppm, the following steps will be taken.:
 - 1. Put on breathing equipment
 - 2. Display red flag
 - 3. Driller prepare to shut the well in.
 - a. Pick up pipe to get kelly out BOP's
 - b. Close BOP's if necessary.
 - 4. If testing operations are in progress, the well will be shut-in.
 - 5. Help anyone who may be affected by gas.
 - 6. Evacuate quickly to the "SAFE BRIEFING AREA" if instructed or conditions warrant.
- C. In the event a potentially hazardous volume of H2S is released to the atmosphere, the following steps must be taken to alert the public:
 - 1. Remove all rig personnel from the danger area and assemble at a pre-determined safe area, preferably upwind from the well site.
 - 2. Alert the drilling office, public safety personnel, regulatory agencies, and the general public of the existence and location of an H2S release. See List of Emergency Telephone Numbers.
 - 3. Assign personnel to block any public road (and access road to location) at the boundary of the area of exposure. Any unauthorized people within the area should be informed

that an emergency exists and be ordered to leave immediately.

- 4. Request assistance from public safety personnel to control traffic and/or evacuate people from the threatened area.
- VII. Training Program. All personnel associated with the drilling operations will receive training to insure efficient and correct action in all situations. This training will be in the general areas of: (1) personnel safety, (2) rig operations, and (3) well control procedures.
 - A. Personnel Safety Training. All personnel shall have received H2S training in the following areas;
 - 1. Hazards and characteristics of H2S.
 - 2. Effect on metal components of the system.
 - Safety precautions.
 - 4. Operation of safety equipment and life support systems.
 - 5. Corrective action and shutdown procedures.
 - B. Rig Operations. All rig personnel shall have received training in the following areas:
 - 1. Well control procedures.
 - 2. Layout and operations of the well control equipment.

NOTE: Proficiency will be developed through BOP drills which will be documented by the Drilling Superintendent.

- C. Service Company Personnel. All service personnel shall have been trained by their employers in the hazards and characteristics of H2S and the operation of safety equipment and life support systems.
- D. Visitors. All first time visitors to the location will be required to attend a safety orientation. The Drilling Superintendent shall be responsible for this orientation, and he shall see that every visitor is logged in correctly.
- E. Public. The public within the area of exposure shall be given an advance briefing by the Drilling Superintendent. This briefing must include the following elements:
 - Hazards and characteristics of hydrogen sulfide. It is an extremely dangerous gas. It is normally detectable by its "rotten-egg" odor, but odor is not a reliable

means of detection because the sense of smell may be dulled or lost due to intake of the gas. It is color-less, transparent, and flammable. It is heavier than air and may accumulate in low places.

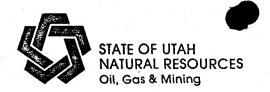
- The necessity of an emergency action plan. Due to the danger to persons exposed to hydrogen sulfide and the need for expeditious action should an emergency occur, this action plan will be put into effect if and when a leak occurs.
- The location of hydrogen sulfide within the area of exposure. At the drilling location.
- The manner in which the public will be notified of an emergency. By telephone or personal contact.
- 5: Steps to be taken in case of an emergency.
 - a. Abandon danger area.
 - b. Notify necessary agencies and request assistance for controlling traffic and evacuating people.

EMERGENCY PHONE NUMBERS LIST

A.	MEI	DICAL PERSONNEL					
	1. Ambulance(s):			Dispatched by (801) 587-2237			
		•	·	or (801) 678-2334			
	2.	Hospital (s):	Mont	ticello (801) 587-2116			
	3.	Doctors:	Nich	hols & MacNeil			
			(801	1) 678-2254			
в.:	FI	REFIGHTING AND PUBL	IC SAFE	ETY PERSONNEL			
•	1.	Fire department(s)	:	(801) 678-2313			
	2.	Police Department(s):	(801) 678-2334			
	3.	County Sheriff:		(801) 587-2237			
	4.	State Police:		(801) 587-2237			
Ç.	GO	VERNMENT AGENCIES:					
ing.	1.	County Health Dep	artmen	nt: <u>(801) 587-2231</u>			
	2.	OSHA		(801) 533-6401			
	3.	USGS		(801) 259-5495			
	4.	BLM		(801) 259-6111 or 259-8193			
	5.	•					
D.	PE	RSONNEL					
	1.	Drilling Superin	tendent	ts: Unknown			
d al	. 2.	Drilling Office:					
•		Dudilda Operatio	na Suna	erintendents:			

EMERGENCY PHONE LIST

3. Drilling Operations Superin (continued):	tendents
4. Division Drilling Manager:	
5. Drilling Engineer:	
. SERVICE COMPANIES:	
1. Pump trucks:	Halliburton
	Cortez, (303) 565-6521
<pre>2. Dirt Contractor(s):</pre>	Perry_McDonald
·	Cortez, (303) 565-3659
3. Roustabout Crew(s):	•
4. H2S Service Company:	Standby Safety Service, INC.
	Cortez, CO (303) 565-6391
5. Others:	



355 W. North Temple • 3 Triad Center • Suite 350 • Salt Lake City, UT 84180-1203 • 801-538-5340

January 20, 1987

TEB, Incorporated Route 1, Box 82 Toronto, Kansas 66777

Gentlemen:

Re: Cyclone Flat #1 - SE SW Sec. 30, T. 37S, R. 19E - San Juan County 660' FSL, 1980' FWL

Approval to re-enter the referenced well is hereby granted in accordance with Rule R615-3-2, Oil and Gas Conservation General Rules.

In addition, the following actions are necessary to fully comply with this approval:

- Spudding notification to the Division within 24 hours after drilling operations commence.
- 2. Submittal of an Entity Action Form to the Division within five working days of the time that the well is spudded or a change in operations or interests necessitates a change in entity status.
- 3. Submittal to the Division of completed Form OGC-8-X, Report of Water Encountered During Drilling.
- 4. Prompt notification to the Division should you determine that it is necessary to plug and abandon this well. Notify John R. Baza, Petroleum Engineer, (Office) (801) 538-5340, (Home) 298-7695, or R. J. Firth, Associate Director, (Home) 571-6068.
- 5. Compliance with the requirements of Rule R615-3-22, Gas Flaring or Venting, Oil and Gas Conservation General Rules.

Page 2 TEB, Incorporated Cyclone #1 January 20, 1987

- 6. Prior to commencement of the proposed drilling operations, plans for toilet facilities and the disposal of sanitary waste at the drill site shall be submitted to the local health department having jurisdiction. Any such drilling operations and any subsequent well operations must be conducted in accordance with applicable state and local health department regulations. A list of all local health departments and copies of applicable regulations are available from the Division of Environmental Health, Bureau of General Sanitation, telephone (801) 538-6121.
- 7. This approval shall expire one (1) year after date of issuance unless substantial and continuous operation is underway or an application for an extension is made prior to the approval expiration date.

The API number assigned to this well is 43-037-31362.

Sincerely,

₹**∠**Ð Airth

Associate Director, Oil & Gas

as Enclosures

cc: Branch of Fluid Minerals

D. R. Nielson

8159T

Form 3160-5
(November 1983)
(Formerly 9-331)

SUBMIT IN TRIPLI

Form approved. Budget Bureau No. 1004-0135 Expires August 31, 1985

LEASE DESIGNATION AND SERIAL NO.

U-	621	78	:

BUI	REAU OF LAND MANAGEM	IENT	U-621	78 <i>PA</i>
	OTICES AND REPORT roposals to drill or to deepen or publication for PERMIT—" for st	olug back to a different reservoir.	6. IF INDIAN, ALLOTT	020415
OIL CAS CAS OTHI	5R	NE	7. UNITADEEENEN N/R	
2. NAME OF OPERATOR TEB, INC.	(316)	637-2348 JAN 27	1988 Egclone	'Flat
8. ADDRESS OF OPERATOR Route 1, Box 82, Toron	nto, Kansas 66777	DIVISION		
4. LOCATION OF WELL (Report locat See also space 17 below.) At surface	ion clearly and in accordance with	any State requirements.	Wild:	
Surface: 660' FSL & 19)80' FWL (SESW) I	Bottom: Same	11. SEC., T., R., M., OF SURVEY OF ARI	BA .
43-037-31362	6,667 ungraded	ซึ่งใจนึกใช้ etc.)	12.Santjubit	H 13.Utah
	Appropriate Box To Indica	te Nature of Notice, Report, c	or Other Data	
TEST WATER SHUT-OFF FRACTURE TREAT SHOOT OR ACIDIZE	PULL OR ALTER CASING MULTIPLE COMPLETE ABANDON*	WATER SHUT-OFF FRACTURE TREATMENT SHOOTING OR ACIDIZING	REPAIRING ALTERING ABANDONM	CASING
REPAIR WELL	CHANGE PLANS	(Other)	sults of multiple completion	n on Well

Completion or Recompletion Report and Log form.) 17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

Surface casing (8-5/8" 24# J-55 ST&C @ 1,100') will remain unchanged. Long string will be 5-1/2" 15.5# ST&C @ 2,700'.

Change TD from 3,350' (as stated in application dated 1-10-88) back to original 2,700'. This will avoid hydrogen sulfide-salt zone. Will re-enter, drill out plugs, run 5-1/2" production casing, perforate, acidize, and attempt to complete in Desert Creek and Upper Ismay.

TIGHT HOLE. CONFIDENTIAL INFORMATION.

ACCEPTED BY THE STATE OF UTAH DIVISION OF OIL, GAS, AND MINING 18. I hereby certif Consultant SIGNED (This space for Federal or State office use) APPROVED BY TITLE CONDITIONS OF APPROVAL, IF ANY: cc: MD0 (3), SJRA (1), UD09M (2)

Federal approval of this action is required before commencing

*See Instructions on Reverse Side

operations

Form 3160-14 (October 1986) (formerly 9-593) -30

LEASE EXPIRATION .

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

INDIVIDUAL WELL RECORD

Sec	30	
T	37	S
	10	F

SLB&	Mer.

			<u></u>	Mer.
	Date	April 6, 1988	Re	ef. No
FEDERAL		State	Utah	
Lease No.	62178	County	San Juan	
Lessee	TEB, Inc. 100%	Field	Wildcat	
Operator	TEB, Inc.	Unit/CA		
Well Name & No.	Cyclone Flat 1	District	Moab	
A.P.I. Well No.	43-037-31362	Subdivision	SESW	
Location	660' FSL and 1980' FWL			
*Re-Enter Approved		-Eutry, Recined 7/25 Well Elevation	*6667 ungraded	ground Feet
*Date Drilling Commenced	December 9, 1987	Total Depth	*2728 TVD	Feet
*Date Drilling Ceased ——— Oral to P+A	December 16, 1987	Initial Production		
*PYS SYYNYS TAY *Y FY FY TO LAND IN TO LAND	XX <u>December 16</u> , 1987	Gravity A.P.I.		
	(Final) February 2, 1989	Initial Reservoir Pressur	re	
FAN Approved GEO	May 21 1991 LOGIC FORMATIONS		PRODUCTIVE HORIZONS	
surface Cedar Mesa	Lowest tested *Hermosa	NAME	DEPTHS	CONTENTS
SURFACE MANAGEMEN	IT AGENCY BLM			
MINERAL OWNERSHIP	BLM			
I FASE EXPIRATION	9/31/97			

WELL STATUS

YEAR	JAN.	FEB.	MARCH	APRIL	MAY	JUNE	JULY	AUG.	SEPT.	ост.	NOV.	DEC.
1987_												Oraleto
1989		SRA App 2/2/89	roved									12/16 SRA Rect 12/23/8
1991		2/2/89			FAN		3					
			ne Cr	SOTT	1 11 .	lica (1	RIV					
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First Production Memorandum	Confirmation
Jemarks	

Form 3160-5 (November 1983)

UNI STATES \ I STATES OINU

Form approved. Budget Bureau No. 1004-0135

August			J13.
IGNATION	AND	REPLAY.	WA

	ARTMENT OF NUMBER OF LAND MAI			U-6	ATION AND REPLAT NO. 2178
	NOTICES AND REPRICATION FOR PERMIT		MELS and the control	.	A
OIL GAS WELL OT	HER	Ms	ADD 90 1000	7. UNIT AGREEM	HANNE
2. NAME OF OPERATOR	37-2340		APR 23 1988 -	8. FARM OR LEAS	në Flat
3. Address of OPERATOR Route 1, Box 82, Tor	onto. Ks. 66777		OIL, GAS & MINING	9. WHILE NO.	<u>'1</u>
4. LOCATION OF WELL (Report loc See also space 17 below.) At surface		ance with any		10. FIELD AND PO	OL, OR WILDCAT
Surface: 660' FSL & 1	1980, ŁMF (2E2M)	Bot!	tom: Same	11. SEC., T., R., M. SURVEY OF 30-375	
43-037-31362	6,667 ungi	raded gr	nt of detc.)	¹² 53111ua1	Arian 13.04ap
16. Chec	ck Appropriate Box To	Indicate N	ature of Notice, Report, o	r Other Data	
NOTICE OF	F INTENTION TO:	•	SUBS	SEQUENT REPORT OF:	
TEST WATER SHUT-OFF	PULL OR ALTER CASIN	ra 🗀	WATER SHUT-OFF	PEDAT	RING WELL
FRACTURE TREAT	MULTIPLE COMPLETE		FRACTURE TREATMENT		ING CABING
SHOOT OR ACIDIZE	ABANDON*		SHOOTING OR ACIDIZING	ABAND	ONMENT*
REPAIR WELL (Other)	CHANGE PLANS	. 🗾	(Other) (Note: Report rest	ults of multiple compl appletion Report and I	etion on Well
	o/ft, J-55, LT&C s I surface casing.	·	50'.		
				4300	9313/02
8. I hereby certify that the foreg	colog is the and correct			·	
SIGNED Fria.	bock	TITLE	nsultant	4-2 DATE	7-88
(This space for Federal or Sta	te office use)				
APPROVED BYCONDITIONS OF APPROVAL		TITLE		DATE	
Federal approval of this	, ee arra .		cc: Bird (3), MDO (3),	·취정(다가 Ricoci	1(2)

is required before comme

*See Instructions on Reverse Side

ACCEPTED BY THE STATE OF UTAH DIVISION OF

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully that the any department or agency of United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Form 3160-5 (November 1983) (Formerly 9-331)		INI STAT		SUBMIT IN TRIP (Other instruction verse side)	Lies control	Form approved. Budget Bureau Expires August 5. LEASE DESIGNATION	No. 1004-0135 31, 1985
SUN	DRY NOTIC	CES AND REI	PORTS ON	WELLS	 	U-621 6. IF INDIAN, ALLOTTES	78 FH
i.	form for proposa	s to drill or to deer TON FOR PENNIT	en Dud Groß	of a spile of Section		7. UNIT AGREEMENT NA	
OIL GAS WELL 2. NAME OF OPERATOR TEB, INC.	OTHER (316) 637-2340	ARAMA	1 3 1988		8. FARM OR LEASE NAM	(B
3. ADDRESS OF OPERATOR	<u> </u>			IVISION OF		9. WELL NO.	Hat
Route 1, Box 8	eport location cle	·		SAS & MINING requirements.*		#1 10. FIELD AND POOL, O	R WILDCAT
See also space 17 beloat surface: 660'		' FWL (SESW)	Botte	om: Same		Wildc 11. sec., t., r., m., or i survey or area	ILK. AND
						30-37s-1	
14. PERMIT NO. 43-037-31362	2	6,667 ung	raded grou	gr, etc.) ING		12. COUNTY OR PARISE San Juan	13. STATE Utah
16.	Check App	propriate Box To	Indicate Natu	re of Notice, Rep	ort, or C	ther Data	
1	NOTICE OF INTENT	ION TO:			SUBSEQU.	ENT REPORT OF:	
TEST WATER SHUT-OF FRACTURE TREAT SHOOT OR ACIDIZE REPAIR WELL (Other)	AE	LL OR ALTER CASING ULTIPLE COMPLETE MANDON*		WATER SHUT-OFF FRACTURE TREATMI SHOOTING OR ACID! (Other) (NOTE: Repo	rt results	ALTERING C. ABANDONME	ASING NT*
17. DESCRIBE PROPOSED OF proposed work. If nent to this work.)	COMPLETED OPER, well is direction:	ATIONS (Clearly state ally drilled, give sub	all pertinent de surface locations			etion Report and Log for including estimated dat I depths for all marker	
Total de	epth will be	e 2,750'.					
	1	1					
18. I hereby certify that	the foregoing is t	ľ	Cons	ultant		5-12-8	8
APPROVED BY CONDITIONS OF AP	-037-3136	2	ITLE			DATE	

*See Instructions on Reverse Side

cc: Bird (3), MDO (3), SJRA, UDOGM (2)

- OIL AND GA	S PILL OF CHOP I	AY A PUREN A YA	(T)
DRN A	\$3P 1 3-25(b1)//	WATER INEGEN	Rec. by
JRB OF G	STATE	OF UTAH	Fee Rec. 30.10
-00	IUN 0 S 1988 4:44	JUN 1	1988 Receipt # 24325
ACM.	APPLICATION TO A	APPROPRIATE AN AS	Microfilmed
	WATER HIGHTS	PRIC	E
-LCR	SALT LAKE		
application is	ose of acquiring the right to use a po s hereby made to the State Engineer, le with the requirements of Title 73, Chapt	based upon the following shov	ving of facts, submitted in
FILE	Tit (to requirement of ring re, enter	or of the otal code minetale	a (1000) as amonas,
	HT NO. <u>09</u> <u> </u>	* APPLICATION	NO. A T63274
1. *PRIO	RITY OF RIGHT: June 1, 1988	* FILING DAT	E: June 1, 1988
2. OWNI	ER INFORMATION		
Name	ER INFORMATION (s): TEB, Inc. c/o Permits West, Inc. 37 Verano Loop	* Interest	05) 984-8120
Auute	ibb:		Code:87505
Is the	Santa Fe land owned by the applicant? Yes	NoNo	
•	(if "No", please exp	olain in EXPLANATORY section	
3. QUAN	ITITY OF WATER:	cfs and/or	ac-ft
4 COLID	CE: Ranger Station water hole	* DRAINAGE:	
which	is tributary to Grand Gulch	Diaminol:	
WILICII	is tributary to	San County San C	Juan ,
South 2	r(S) OF DIVERSON: 1,255.1 feet from the	NE corner of Sec. 33, 1. 37 S., R.	18 E., SLBM
Descr	iption of Diverting Works:	be pumped directly into 85 bbl tank	trucks.
* CON	MON DESCRIPTION: 18 miles Sh	V of Blanding	Bears Ears Quad
5 POIN	Γ(S) OF REDIVERSION N/A		
	11/7		at a point:
Descr	iption of Rediverting Works:		·
6. POIN	T(S) OF RETURN		
The a	mount of water consumed will be	cfs or	6.00 ac-ft
	mount of water returned will be water will be returned to the natural str		
			,
		<u> </u>	The second second
7. STOR			ALF CORRACTION
Reser	voir Name:S	torage Period: from	to 10 1000 of 5
Capac Heigh	nt of dam:feet	_ dc-11. munudieu Area:	10M 1 3 1328 gomes
	description of inundated area by 40 ac	• •	
			OIL, GAS & MINING
			TEMPORARY
* The	se items are to be completed by the Div	vision of Water Rights	

Appropriate

9. NA 9. NA 1 1 1 1 1 1 1 1 1 1 1 1 1	any other water rights which will lication supplements other entities' water and period of USE regation: tockwatering: Domestic: Municipal: Mining: Dower: Dother; RPOSE AND EXTENT OF USE gation: ckwatering (number and kind): mestic: micipal (name): micipal (name): cer: price Plant name: mer (describe): Mater will be used for the SE cover of the SE	From June acres. Sole Families a Mining Distriction Type: For oil well drilling modern of Sec. 18, T.3 and east 1980' from	to	289
9. NA I S I I I I I I I I I I I I I I I I I	rigation: tockwatering: bomestic: Municipal: Mining: bower: Other; RPOSE AND EXTENT OF USE gation: ckwatering (number and kind): mestic: micipal (name): micipal (name): ver: Plant name: ver: Plant name: mer (describe):water will be used for the content of the content	From From From From From From From From June acres. Sole Families a Mining Distriction Type: For oil well drilling more of Sec. 18, T. 3 and east 1980' from	to	289 1, 1988acresPersonsMine 7: on. etc.
IO. PUI Irri Sto Dor Mu Pov Oth Leg Nor oil v E.,	tockwatering: Domestic: Aunicipal: Aining: Ower: Other; RPOSE AND EXTENT OF USE gation: ckwatering (number and kind): nestic: nicipal (name): ning: Ores mined: ver: Plant name: ler (describe): Water will be used for the control of place of use by 40 th 660' and West 1780' from the SE covel (SWSE 18-37s-19e). South 660'	From From From From From From June acres. Sole Families a Mining Distriction Type: For oil well drilling more of Sec. 18, T.3 and east 1980' from	to	289 , 1988acres. acres. Persons Mine /: on. etc.
IO. PUI Irri Sto Dor Mu Pov Oth Leg Nor oil v E.,	tockwatering: Domestic: Aunicipal: Aining: Ower: Other; RPOSE AND EXTENT OF USE gation: ckwatering (number and kind): nestic: nicipal (name): ning: Ores mined: ver: Plant name: ler (describe): Water will be used for the control of place of use by 40 th 660' and West 1780' from the SE covel (SWSE 18-37s-19e). South 660'	From From From From From From June acres. Sole Families a Mining Distriction Type: For oil well drilling m acre tract(s): orner of Sec. 18, T. 3 and east 1980' from	to	289 1, 1988acresPersonsMine
In PU Irri Sto Do: Mu Pov Oth Leg Nor oil \ E.,	Jomestic: Municipal: Mining: Jower: Other: CRPOSE AND EXTENT OF USE gation: ckwatering (number and kind): mestic: micipal (name): micipal (nam	FromFromFromFromFromFromBrown Juneacres. SoleFamilies aMining DistrictionType:For oil well drilling material of Sec. 18, T. 3 and east 1980' from	to	
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Irri Sto Doi Mu Min Pov Oth Leg Nor oil V E.,	gation:ckwatering (number and kind):nestic:nicipal (name):ning:ores mined:ver: Plant name:er (describe):Water will be used for the control of	Families a Mining Distric Type: Type: for oil well drilling m acre tract(s): orner of Sec. 18, T.3 and east 1980' from	and/orCapacity oud, dust control, compaction 37 S., R. 19 E., SLBM at the	Persons Mine J: on, etc.
Sto Don Mu Min Pov Oth Leg Nor oil v E.,	ckwatering (number and kind): nestic: nicipal (name): ning: Ores mined: ver: Plant name: ter (describe):Water will be used for the control of place of use by 40 th 660' and West 1780' from the SE covell (SWSE 18-37s-19e). South 660'	Families a Mining Distric Type: Type: for oil well drilling m acre tract(s): orner of Sec. 18, T.3 and east 1980' from	and/orCapacity oud, dust control, compaction 37 S., R. 19 E., SLBM at the	Persons Mine J: on, etc.
Don Mu Min Pov Oth 11. PLA Leg Nor oil v E.,	nestic: nicipal (name): ning: Ores mined: ver: Plant name: ter (describe):Water will be used for the control of place of use by 40 th 660' and West 1780' from the SE covell (SWSE 18-37s-19e). South 660'	Families aMining DistricType: for oil well drilling m acre tract(s): orner of Sec. 18, T.3 and east 1980' from	Capacity Capacity oud, dust control, compaction 37 S., R. 19 E., SLBM at the	J:Mine J: on. etc. e Cyclone Flat #9
Mu Min Pov Oth 11. PL Leg Nor oil v E.,	nicipal (name): ning: Ores mined: ver: Plant name: ler (describe):Water will be used f ACE OF USE al description of place of use by 40 th 660' and West 1780' from the SE covell (SWSE 18-37s-19e). South 660'	Mining Distriction Type: For oil well drilling manual acre tract(s): Forner of Sec. 18, T.3 Finance and east 1980' from	Capacity Capacity oud, dust control, compaction 37 S., R. 19 E., SLBM at the	J:Mine J: on. etc. e Cyclone Flat #9
Pov Oth 11. PLA Leg Nor oil v E.,	Ores mined:	Type:Type: for oil well drilling m acre tract(s): orner of Sec. 18, T.3 and east 1980' from	Capacity oud, dust control, compaction 37 S., R. 19 E., SLBM at the	y: on, etc. e Cyclone Flat. #9
Pov Oth Leg Nor oil v E.,	Ores mined:	Type:Type: for oil well drilling m acre tract(s): orner of Sec. 18, T.3 and east 1980' from	Capacity oud, dust control, compaction 37 S., R. 19 E., SLBM at the	y: on, etc. e Cyclone Flat. #9
II. PLA Leg Nor oil v E.,	ACE OF USE al description of place of use by 40 th 660' and West 1780' from the SE co vell (SWSE 18-37s-19e). South 660'	acre tract(s): orner of Sec. 18, T.3 and east 1980' from	37 S., R. 19 E., SLBM at the	e Cyclone Flat. #9
II. PLA Leg Nor oil v E.,	ACE OF USE al description of place of use by 40 th 660' and West 1780' from the SE co vell (SWSE 18-37s-19e). South 660'	acre tract(s): orner of Sec. 18, T.3 and east 1980' from	37 S., R. 19 E., SLBM at the	e Cyclone Flat. #9
I. PLA Leg Nor oil v E.,	ACE OF USE al description of place of use by 40 th 660' and West 1780' from the SE co vell (SWSE 18-37s-19e). South 660'	acre tract(s): orner of Sec. 18, T.3 and east 1980' from	37 S., R. 19 E., SLBM at the	e Cyclone Flat. #9
Leg <u>Nor</u> oil v E.,	al description of place of use by 40 th 660' and West 1780' from the SE co vell (SWSE 18-37s-19e). South 660'	orner of Sec. 18, T. 3 and east 1980' from	37 S., R. 19 E., SLBM at the	e Cyclone Flat. #9
Th	PLANATORY e following is set forth to define a ges of same size if necessary): Frontied to allow TEB to use this as a supple	M at the Cedar Mesa	#2 oil well (SENW 31-37s	-19e).
		· · · · · · · · · · · · · · · · · · ·		,
				
or wh acl nu	e applicant(s) hereby acknowledge ntends to become such a citizen(s ich can be beneficially used f mowledges that even though he/s mbered application through the ponsibility for the accuracy of the). The quantity of w for the purposes she/they may have courtesy of the e	vater sought to be appro herein described. Th e been assisted in the p employees of the Divisi	priated is limited to that e undersigned hereby reparation of the above- on of Water Rights, all

TEMPORARY JUN 13 1988

DIVISION OF OIL, GAS & MINING

STATE ENGINEER'S ENDORSEMENT

WATER RIGHT NUMBER: 09 - 1578

APPLICATION NO. T63274

1. June 1, 1988

Application received by MP.

2. June 1, 1988

Application designated for APPROVAL by MP and KLJ.

3. Comments:

Conditions:

This application is hereby APPROVED, dated June 10, 1988, subject to prior rights and this application will expire on June 10, 1989.

Robert L. Morgar State Engineer

RECEIVED

DIVISION OF OIL, GAS & MINING

Form 3160-5 (November 1983) (Formerly 9-331)	DEPARTMENT OF THE INTERBUREAU OF LAND MANAGEMEN	. =	Form approved. Budget Bureau Expires August 5. LEASE DESIGNATION U-6217	No. 1004-0135 31, 1985 AND SERIAL NO.
(Do not use this	NDRY NOTICES AND REPORTS s form for proposals to drill or to deepen or plug Use "APPLICATION FOR PERMIT" for such	ON WELLS back to a different reservoir, proposals.)	6. IF INDIAN, ALLOTTE	
OIL GAS WELL	OTHER		7. UNIT AGREEMENT NA N/A	×s
TEB, Inc.	(316) 63	MACENVIEW	8. PARM OR LEASE HAN Cyclone I	
•	2, Toronto, Kansas 66777		WELL NO.	
4. LOCATION OF WELL (I See also space 17 bel At surface	Report location clearly and in accordance with an ow.)	_ 1000	Wildca Wildca	
Surface: 660' F	FSL & 1980' FWL (SESW) Bo	ttomoi £9998 & MINING	11. SRC., T., R., M., OR B SURVEY OR ARMA 30-37s-19	
43-037-31362	6,667 ungraded g	round ^{ec.)}	12. COUNTY OR PARISE	18. Utáh
16.	Check Appropriate Box To Indicate	Nature of Notice, Report, or O	ther Data	
	NOTICE OF INTENTION TO:	UPSEUR	BNT REPORT OF:	
TEST WATER SHUT-O FRACTURE TREAT SHOOT OR ACIDIZE REPAIR WELL (Other)	MULTIPLE COMPLETE ABANDON* CHANGE PLANS	Completion or Recomple	ALTERING WALTERING CA ABANDONMEN of multiple completion of the co	sing T*
17. DESCRIBE PROPOSED OF proposed work. If nent to this work.)	R COMPLETED OPERATIONS (Clearly state all pertine well is directionally drilled, give subsurface loc	nt dotally and also beatle and deter	1 1 32	

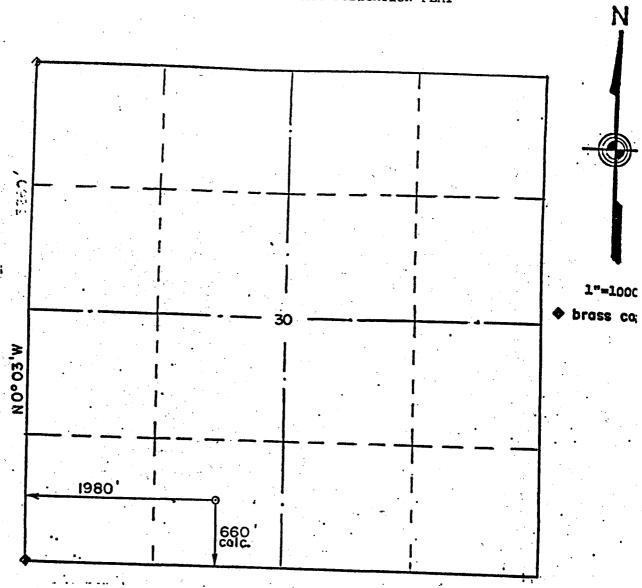
TIGHT HOLE. PLEASE KEEP CONFIDENTIAL.

Propose to re-enter well, drill out plugs (set 12-16-87), increase TD to 3,350', and attempt to complete well based on new interpretation of logs. See attached revised 8 Point Drilling Program for more details. No change in location or surface use plan.

18. I hereby certify that the foregoing is true and correct SIGNED	Consultant Consultant	1-10-88
CONDITIONS OF APPROVAL, IF ANY	TITLE Mistrict Manager	DATE 1/26/88
CC: SJRA 1/4/88 Preme 1/15/88 DAM 1/25/88 ALS +See	Instructions on Reverse Side	

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.





WELL LOCATION DESCRIPTION:
TEB, Inc. Cyclone Flat #1
660'FSL & 1980' FWL
Section 30, T.37 S., R.19 E., SLM
San Juan County, Utah
6667' ground elevation

The above plat is true and correct to my kilowledge and pelic

22 October 1987

Geraldy Huddiaston, LS

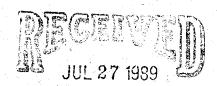
CONFIDENTIAL

3162 (U-065) (U-62178)

Moab District P. O. Box 970 Moab, Utah 84532

JUL 25 1939

TEB, Inc. Route 1, Box 82 Toronto, Kansas 66777



DIVISION OF OIL, GAS & MINING

Re: Rescinding Sundry Motice
Well No. Cyclone Flat #1
Sec. 30, T. 37 S., R. 19 E.
San Juan County, Utah
U-62178

43-037-31362

Gentlemen:

A Sundry Notice dated January 1, 1988 for a re-entry on the above location was approved January 26, 1988. Since that date, no known activity has transpired.

This approval was valid for a period of one year from the date of approval. In view of the foregoing, we are rescinding your Sundry Notice.

If you have any questions, please contact the Branch of Fluid Minerals at (801) 259-6111.

Sincerely yours,

/s/ Kenneth V. Rhea

District Hanager

Enclosure: Sundry Notice

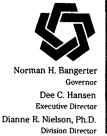
ACTING

cc: SJRA (w/o encl.)

State of Utah, Division of Oil, Gas & Mining (w/o encl.) V

bec: USO, U-942 (w/c encl.)

VButts: vb:7/19/69



State of Utah DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

355 West North Temple 3 Triad Center, Suite 350 Salt Lake City, Utah 84180-1203 801-538-5340

August 4, 1989

TEB Inc. Route 1, Box 82 Toronto, Kansas 66777

Gentlemen:

Re: Cyclone Flat 1, Sec. 30, T.37S, R.19E, San Juan County, Utah API No. 43-037-31362

In concert with action taken by the U.S. Bureau of Land Management, approval to re-enter and deepen the referenced well is hereby rescinded. A new Application for Permit to Drill must be filed with this office for approval <u>prior</u> to the commencement of any future work on the subject location.

If any previously unreported operations have been performed on this well location, it is imperative that you notify the Division of Oil, Gas and Mining immediately.

Sincerely,

Don T. Staley

Administrative Supervisor

Don 7. Staley

TAS/Idc

cc: D. R. Nielson R. J. Firth BLM-Moab Well file WE17/111